

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0136  
Expires November 30, 2000

**APPLICATION FOR PERMIT TO DRILL OR REENTER**

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. SF-078740
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator CONOCOPHILLIPS COMPANY Contact: VICKI WESTBY E-Mail: Vicki.R.Westby@conocophillips.com		7. If Unit or CA Agreement, Name and No.
3a. Address 4001 PENBROOK, SUITE 346 ODESSA, TX 79762	3b. Phone No. (include area code) Ph: 915.368.1352	8. Lease Name and Well No. SAN JUAN 305 UNIT 209A
4. Location of Well (Report location clearly and in accordance with any State requirements.) At surface SWSE 525FSL 1565FEL At proposed prod. zone		9. API Well No. 30-039-29217
14. Distance in miles and direction from nearest town or post office*	15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	10. Field and Pool, or Exploratory FRUITLAND COAL
16. No. of Acres in Lease	17. Spacing Unit dedicated to this well E/2 320	11. Sec., T., R., M., or Blk. and Survey or Area 0 Sec 30 T30N R5W Mer NMP
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth 3680 MD	12. County or Parish SAN JUAN Rio Arriba
21. Elevations (Show whether DF, KB, RT, GL, etc.) 6753 GL	22. Approximate date work will start	13. State NM

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- |   |  |
|---|--|
| 1. Well plat certified by a registered surveyor.  | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).    |
| 2. A Drilling Plan.   | 5. Operator certification  |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature (Electronic Submission)	Name (Printed/Typed) VICKI WESTBY	Date 07/08/2004
Title AGENT		
Approved by (Signature) <i>[Signature]</i>	Name (Printed/Typed)	Date 8-26-04
Title AFM	Office FFO	

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

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.

**Additional Operator Remarks (see next page)**

**Electronic Submission #32824 verified by the BLM Well Information System  
For CONOCOPHILLIPS COMPANY, sent to the Farmington**

DRILLING OPERATIONS AUTHORIZED ARE  
SUBJECT TO COMPLIANCE WITH ATTACHED  
"GENERAL REQUIREMENTS".

This action is subject to technical and  
procedural review pursuant to 43 CFR 3165.3  
and appeal pursuant to 43 CFR 3165.4

**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***

NMOC

District I  
PO Box 1980, Hobbs, NM 88241-1980

State of New Mexico  
Energy, Minerals & Natural Resources Department

Form C-102  
Revised February 21, 1994  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

District II  
PO Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

District III  
1000 Rio Brazos Rd., Aztec, NM 87410

District IV  
PO Box 2088, Santa Fe, NM 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number <b>30-039-29217</b>	<sup>2</sup> Pool Code 71629	<sup>3</sup> Pool Name BASIN FRUITLAND COAL
<sup>4</sup> Property Code 31327	<sup>5</sup> Property Name SAN JUAN 30-5 UNIT	
<sup>6</sup> OGRID No. 217817	<sup>7</sup> Operator Name CONOCOPHILLIPS COMPANY	<sup>8</sup> Well Number 209A
		<sup>9</sup> Elevation 6753'

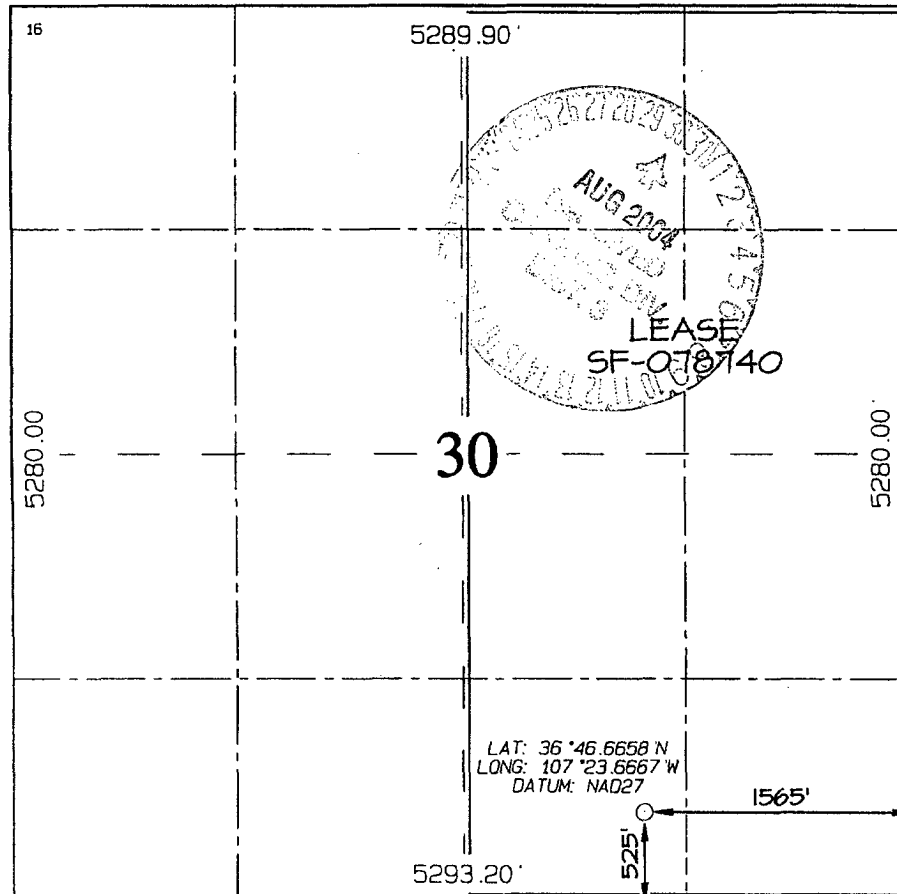
<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	30	30N	5W		525	SOUTH	1565	EAST	RIO ARRIBA

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<sup>12</sup> Dedicated Acres 320.0 Acres - E/2					<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



<sup>17</sup> OPERATOR CERTIFICATION  
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief

*Vicki Westby*  
Signature  
Vicki R. Westby  
Printed Name  
Sr. Analyst  
Title  
7/8/04  
Date

<sup>18</sup> SURVEYOR CERTIFICATION  
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Survey Date: FEBRUARY 3, 2004  
Signature and Seal of Professional Surveyor

**JASON C. EDWARDS**  
REGISTERED PROFESSIONAL SURVEYOR  
15269

*JASON C. EDWARDS*  
Certificate Number 15269

**Additional Operator Remarks:**

ConocoPhillips Company proposes to drill a vertical wellbore to the Fruitland Coal formation. This well will be drilled and equipped in accordance with the attachments submitted herewith. This application is for APD/ROW.

ConocoPhillips will have mudloggers on location and they will be picking the TD to prevent us from accessing the PC.

This is a HPA well that doesn't require notification. The 209A is located entirely within the SJ 30-5 FC PA and is surrounded by the PA operator - ConocoPhillips Company.

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W. Grand Ave., Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 May 27, 2004

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

WELL API NO.
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name <b>SAN JUAN 30-5 UNIT</b>
8. Well Number <b>209A</b>
9. OGRID Number <b>217817</b>
10. Pool name or Wildcat <b>BASIN FRUITLAND COAL</b>

**SUNDRY NOTICES AND REPORTS ON WELLS**  
 (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 SUCH PROPOSALS.)

1. Type of Well: Oil Well  Gas Well  Other

2. Name of Operator  
**ConocoPhillips Company**

3. Address of Operator  
**4001 Penbrook, Odessa, TX 79762**

4. Well Location  
 Unit Letter O : 525 feet from the SOUTH line and 1565 feet from the EAST line  
 Section 30 Township 30N Range 5W NMPM RIO ARRIBA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
**6753**

Pit or Below-grade Tank Application  or Closure

Pit type DRILLING Depth to Groundwater <50' Distance from nearest fresh water well >1000' Distance from nearest surface water >1000'

Pit Liner Thickness: \_\_\_\_\_ mil Below-Grade Tank: Volume \_\_\_\_\_ bbls; Construction Material \_\_\_\_\_

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <b>Drill Pit Notification</b>	<input checked="" type="checkbox"/>	OTHER:	<input type="checkbox"/>

13. 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 recompletion.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

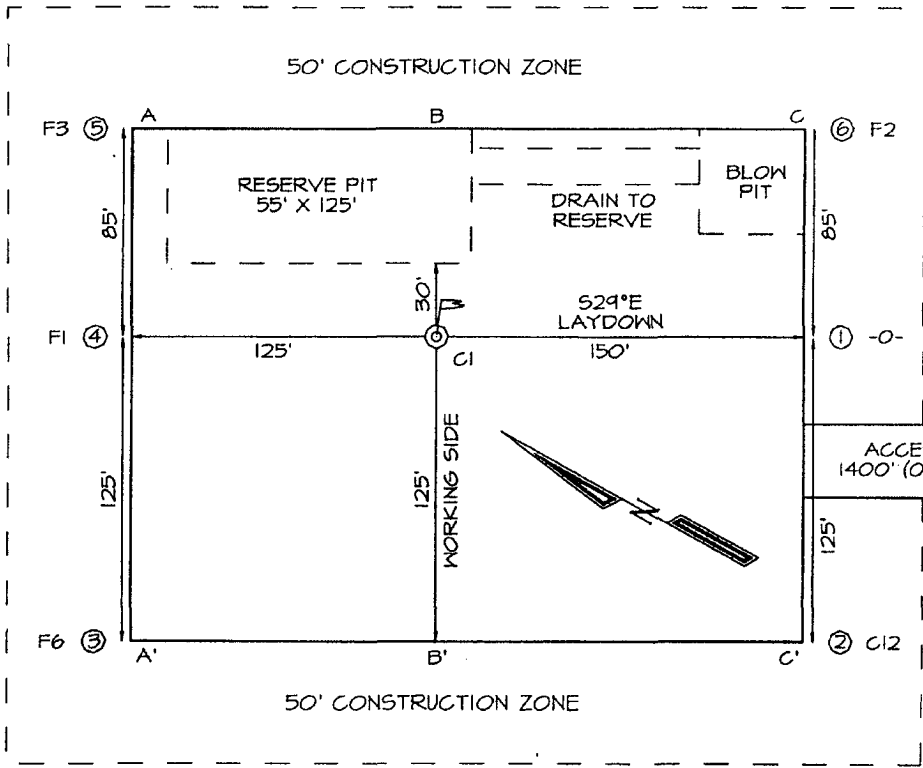
SIGNATURE Vicki Westby TITLE Sr. Analyst DATE 7/8/04  
 Type or print name Vicki Westby E-mail address: Vicki.R.Westby@ConocoPhillips.com Telephone No. (432) 368-1352  
**For State Use Only**

APPROVED BY: [Signature] TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
 Conditions of Approval (if any): \_\_\_\_\_

**CONOCOPHILLIPS COMPANY SAN JUAN 30-5 UNIT #209A**  
**525' FSL & 1565' FEL, SECTION 30, T30N, R5W, NMPM**  
**RIO ARriba COUNTY, NEW MEXICO ELEVATION: 6753'**

**LATITUDE: 36.77776° N**  
**LONGITUDE: 107.39444° W**  
 DATUM: NAD1927

**PLAT NOTE:**  
 \*SURFACE OWNER\*  
 Bureau of Land Management



A-A'				
6762'				
6752'				
6742'				

B-B'				
6762'				
6752'				
6742'				

C-C'				
6762'				
6752'				
6742'				

# PROJECT PROPOSAL - New Drill / Sidetrack

SAN JUAN 30-5 209A

Lease:		AFE #: WAN.CBM.4179		AFE \$:	
Field Name: hPHILLIPS 30-5		Rig: 320-2419		State: NM County: RIO ARRIBA API #:	
Geoscientist: Murphy, Jim O.		Phone: 832-486-2361		Prod. Engineer: Phone:	
Res. Engineer: Kolesar, James E.		Phone: (832) 486 - 2336		Proj. Field Lead: Phone:	

**Primary Objective (Zones):**

Zone	Zone Name
JCV	BASIN FRUITLAND COAL (GAS)

Location: Surface				Straight Hole			
Latitude: 36.78		Longitude: -107.39		X:		Y:	
Footage X: 1565 FEL		Footage Y: 525 FSL		Elevation: 6753 (FT)		Township: 30N	
Section: 30		Range: 5W		Tolerance:			

Location Type:	Start Date (Est.):	Completion Date:	Date In Operation:
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Formation Data: Assume KB = 6766 Units = FT

Formation Call & Casing Points	Depth (TVD in Ft)	SS (Ft)	Depletion (Yes/No)	BHP (PSIG)	BHT	Remarks
SAN JOSE	13	6753	<input type="checkbox"/>			
Surface Casing	213	6553	<input type="checkbox"/>			12-1/4 hole. 9 5/8" 32.3 ppf, H-40, STC casing. Circulate cement to surface.
NCMT	1538	5228	<input type="checkbox"/>			
OJAM	2881	3885	<input type="checkbox"/>			Possible water flows.
KRLD	3001	3765	<input type="checkbox"/>			
FRLD	3316	3450	<input type="checkbox"/>			Possible gas.
Intermediate Casing	3441	3325	<input type="checkbox"/>			8 3/4" Hole. 7", 20 ppf, J-55, STC Casing. Circulate cement to surface.
BASE MAIN COAL	3543	3223	<input type="checkbox"/>			
PC TONGUE	3616	3150	<input type="checkbox"/>			
Total Depth	3680	3086	<input type="checkbox"/>			6-1/4" hole possibly underreamed to 9.5". Optional Liner: 5.5", 15.5#, J-55 LTC - left uncemented.
PCCF	3693	3073	<input type="checkbox"/>			

Reference Wells:		
Reference Type	Well Name	Comments

Logging Program:	
Intermediate Logs:	<input type="checkbox"/> Log only if show <input type="checkbox"/> GR/ILD <input type="checkbox"/> Triple Combo
TD Logs:	<input type="checkbox"/> Triple Combo <input type="checkbox"/> Dipmeter <input type="checkbox"/> RFT <input type="checkbox"/> Sonic <input type="checkbox"/> VSP <input type="checkbox"/> TDT
Additional Information:	

Comments: Location/Tops/Logging - HPA

Zones - HPA

General/Work Description -

Mud Log from intermediate casing shoe to TD will be obtained.

Drilling Mud Program:

Surface: spud mud

Intermediate: fresh water mud with bentonite and polymer as needed

**TD includes 80 feet sump/rathole & COPC will comply with the BLM's Conditions of Approval for the proposed sump/rathole in this non-producing Pictured Cliffs formation.**

San Juan 30-5 # 209A		
	Surf. Csg	Int. Csg
OD	9.625	7
ID	9.001	6.456
Depth	230	3441
Hole Diam	12.25	8.75
% Excess Lead		160
% Excess Tail	125	160
Lead Yield		2.91
Tail Yield	1.21	1.33
Ft of Tail Slurry	230	315
Top of Tail Slurry	0	3126
Top of Lead Slurry	N/A	0
Mud Wt (ppg)	8.9	9.0
Mud Type	WBM	WBM

Surface Casing						
	Ft	Cap	XS Factor	bbls	cuft	sq
Open Hole Annulus	230	0.055804	2.25	28.9	162.1	134.0
Shoe Track Volume	40	0.078735	1	3.1	17.7	13.3
Total				32.0	179.8	147.3

Intermediate Casing						
	Ft	Cap	XS Factor	bbls	cuft	sq
Lead Open Hole Annulus	2896	0.026786	2.6	201.7	1132.4	389.1
Lead Cased Hole Annulus	220	0.031116	1	6.8	38.4	13.2
Lead Total				208.5	1170.8	402.3
Tail Open Hole Annulus	315	0.026786	2.6	21.9	123.2	92.6
Tail Shoe Track Volume	42	0.040505	1	1.7	9.6	7.2
Tail Total				23.6	132.7	99.8



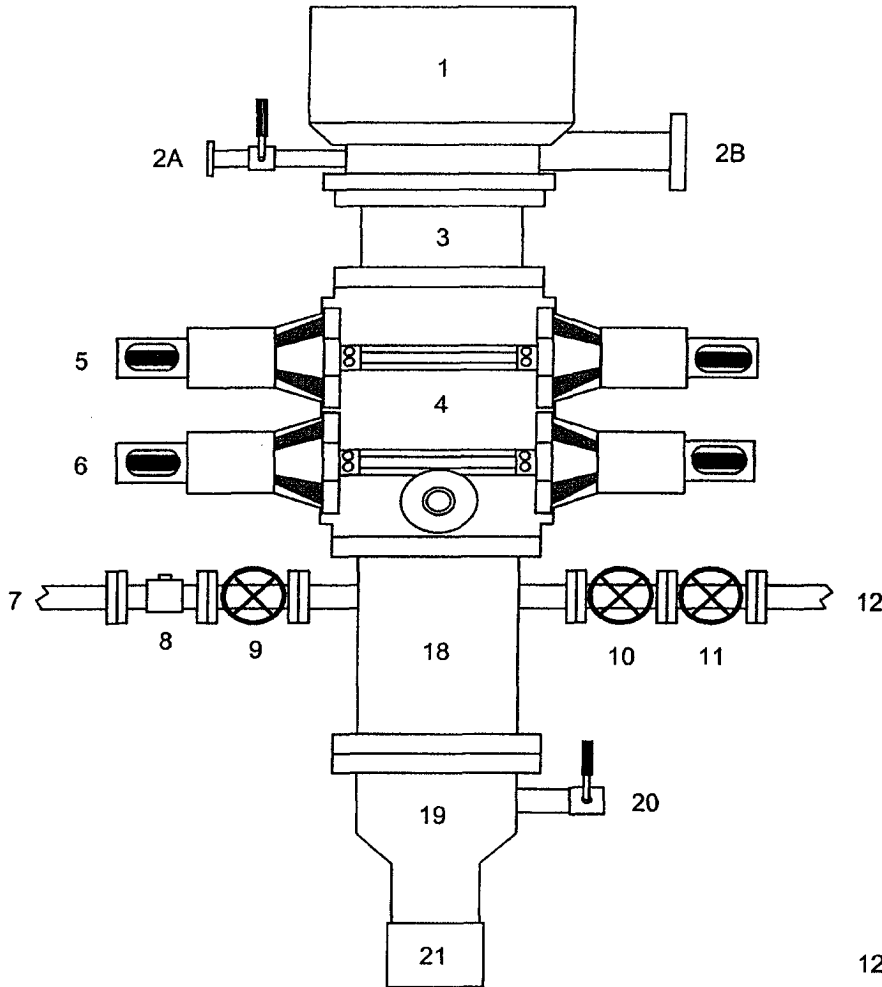
San Juan 30-5 # 209A	
9-5/8 Surface Casing	
Cement Recipe	Class C Standard Cement
	+ 3% Calcium Chloride
	+0.25 lb/sx Flocele
Cement Volume	147 sx
Cement Yield	1.21 cuft/sx
Slurry Volume	179.8 cuft
	32.0 bbls
Cement Density	15.6 ppg
Water Required	5.29 gal/sx

**San Juan 30-5 # 209A**

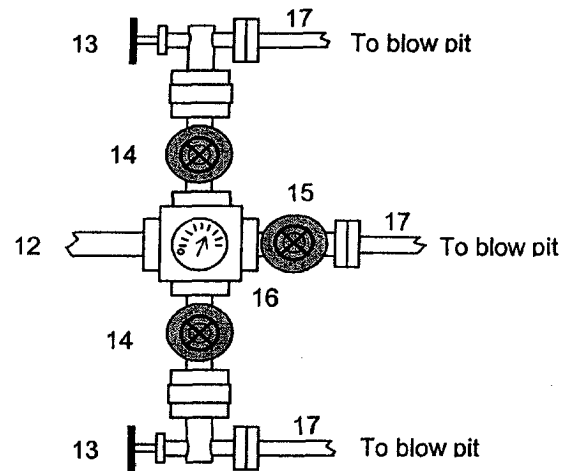
7" Intermediate Casing	
Lead Slurry	
Cement Recipe	Standard Cement
	+ 3% Econolite (Lost Circulation Additive)
	+ 10 lb/sx Gilsonite (Lost Circ. Additive)
	+ 0.25 lb/sx Flocele (Lost Circ. Additive)
Cement Required	402 sx
Cement Yield	2.91 cuft/sx
Slurry Volume	1170.8 cuft
	208.5 bbbls
Cement Density	11.5 ppg
Water Required	16.88 gal/sx

7" Intermediate Casing	
Tail Slurry	
Cement Slurry	50 / 50 POZ Standard Cement
	+ 2% Bentonite (Light Weight Additive)
	+ 5 lbm/sk Gilsonite (Lost Circ. Additive)
	+ 0.25 lbm/sk Flocele (lost Circ. Additive)
	+ 2% Calcium Chloride (Accelerator)
Cement Required	160 sx
Cement Yield	1.33 cuft/sx
Slurry Volume	132.7 cuft
	23.6 bbbls
Cement Density	13.5 ppg
Water Required	5.36 gal/sx

**BLOWOUT PREVENTER ARRANGEMENT & PROGRAM**  
**For Drilling to Intermediate Casing Point and Setting 7" Intermediate Casing**



1. Rotating Head
- 2A. Fill-up Line & valve
- 2B. Flowline
3. Spacer Spool
4. Double Ram BOP (11", 3000 psi)
5. Pipe Rams
6. Blind Rams
7. Kill Line
8. Kill Line Check Valve
9. Kill Line Valve
10. Inner Choke Line Valve (3")
11. Outer Choke Line Valve (3")
12. Choke Line (3")
13. Variable Choke
14. Choke Line Valve (2")
15. Panic Line Valve (3")
16. Choke Manifold Pressure Gauge
17. Choke Line (2")
18. Mud Cross Spacer Spool
19. Casing Head "A" Section
20. Casing Head "A" Section 2" Valve
21. 9 5/8" Casing Collar



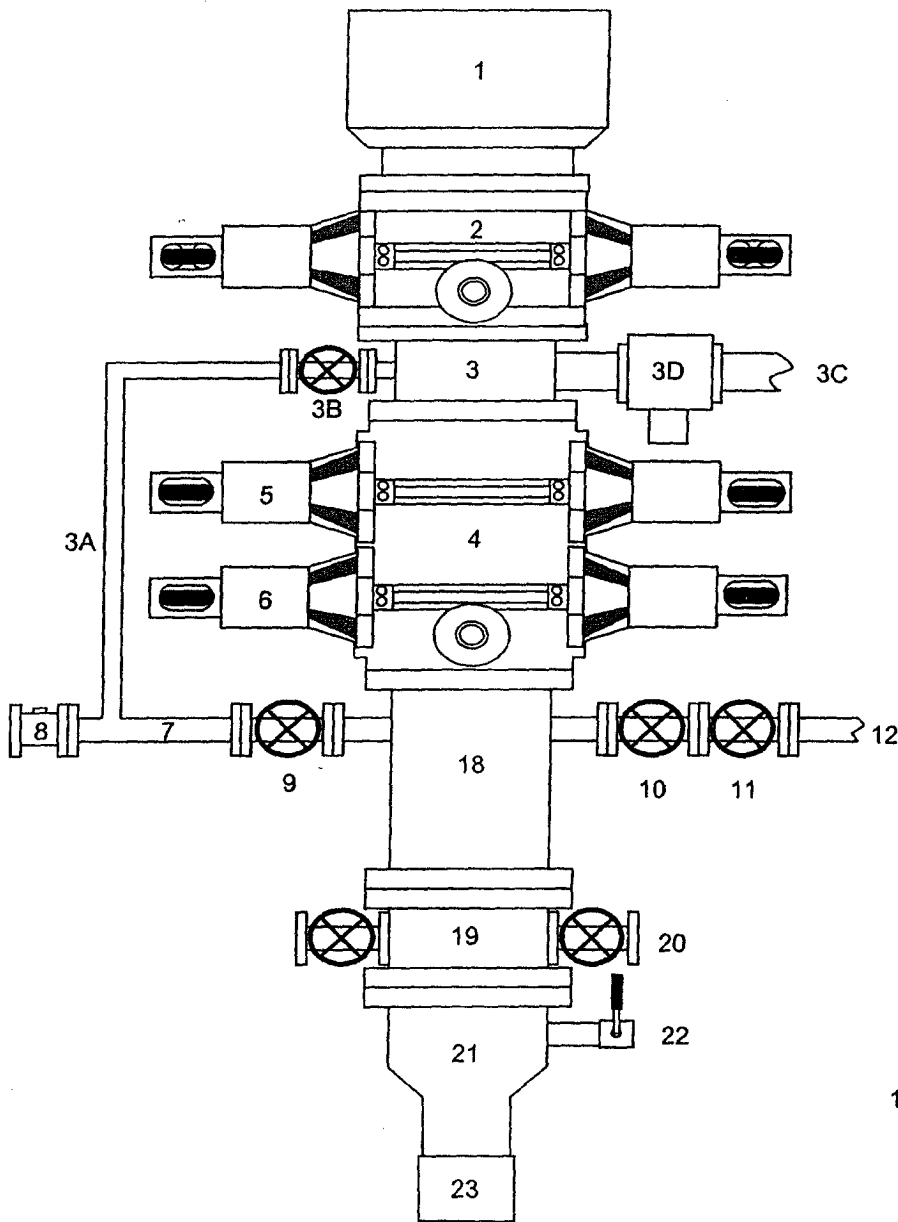
A 12-1/4" hole will be drilled to approximately 220' and the 9-5/8" surface casing will be run and cemented. The Casing Head "A" Section will be screwed onto the 9-5/8" surface casing stub. The BOP will be installed on the Casing Head "A" Section. A test plug will be set in the wellhead and the pipe rams and choke manifold will be tested to 200 psi to 300 psi (low pressure test) for 2-3 minutes and to 1000 psi (high pressure test) for 10 minutes. Then the test plug will be removed, and the 9-5/8" casing will be pressure tested against closed blind rams to 200 psi to 300 psi for 2-3 minutes and to 1000 psi for 30 minutes (this value is one 44% of the minimum internal yield pressure of the 9-5/8" casing). (Note: per regulatory requirements we will wait on cement at least 8 hrs after placement before testing the 9-5/8" surface casing). Then an 8-3/4" hole will be drilled to intermediate casing point and 7" intermediate casing will be run and cemented.

In addition to the equipment in the above diagram the following equipment will comprise the BOP system:

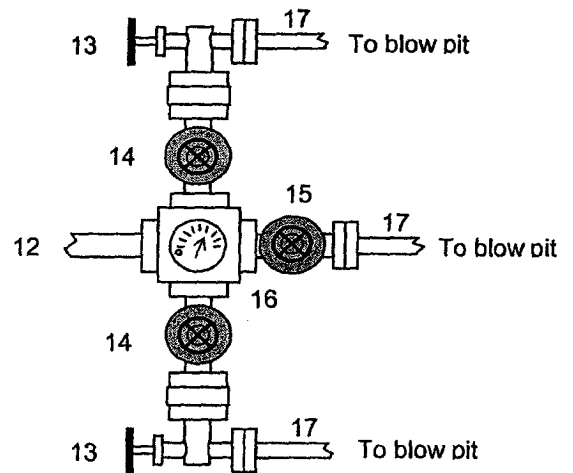
1. Upper Kelly cock Valve with handle
2. Stab-in TIW valve for all drillstrings in use

## BLOWOUT PREVENTER ARRANGEMENT & PROGRAM

For Cavitation Program



1. Rotating Head
2. Single Ram BOP (7-1/16", 3M)
3. Mud Cross
- 3A. Equalizing Line (2")
- 3B. Wing Valve (2-1/16", 3M)
- 3C. Blooie Line (2 ea, 5" OD)
- 3D. HCR Valve (1 ea per line, 4-1/16")
4. Double Ram BOP (7-1/16", 3M)
5. Pipe Rams
6. Blind Rams
7. Kill Line
8. Kill Line Check Valve
9. Kill Line Valve
10. Inner Choke Line Valve (3")
11. Outer Choke Line Valve (3")
12. Choke Line (3")
13. Variable Choke
14. Choke Line Valve (2")
15. Panic Line Valve (3")
16. Choke Manifold Pressure Gauge
17. Vent Line (2")
18. Spacer Spool
19. Tubing Head
20. Tubing Head Valves (2- 9/16")
21. Casing Head "A" Section
22. Casing Head "A" Section 2" Valve
23. 9-5/8" Casing Collar



This BOP arrangement and test program is for the cavitation program. The BOP will be installed on the tubing head. The 7" casing will be pressure tested against closed blind rams to 200 psi to 300 psi for 2-3 minutes and to 1800 psi for 30 minutes - this test pressure is 48% of the minimum internal yield strength of 3740 psi for the 7", 20#, J-55, STC casing. The pipe rams and choke manifold will be tested to 200 psi to 300 psi (low pressure test) for 2-3 minutes and to 1800 psi (high pressure test) for 10 minutes - This test will be done with a test plug or possibly without a test plug (ie against casing). If we conduct this test without a test plug we will ensure that we have sufficient drillstring weight in the hole to exceed the upward force generated by the test.

We use a power swivel and air/mist to drill the 6-1/4" hole in our cavitation program. We do not use a kelly. In addition to the equipment in the above diagram the following equipment will comprise the BOP system:

1. String floats will be used inside the drillpipe
2. Stab-in TIW valve for all drillstrings in use
3. Each blooie line is equipped with a hydraulically controlled valve (HCR valve).