

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-078498
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator CONOCO INC.		7. If Unit or CA Agreement, Name and No.
Contact: VICKI WESTBY E-Mail: Vicki.R.Westby@conoco.com		8. Lease Name and Well No. SAN JUAN 28-7 UNIT 191G
3a. Address 10 DESTA DR., ROOM 608W MIDLAND, TX 79705	3b. Phone No. (include area code) Ph: 915.686.5799 Ext: 5799	9. API Well No. 30 039 27060
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SWNE 2145FNL 1960FEL At proposed prod. zone		10. Field and Pool, or Exploratory BLANCO MESAVERDE/BASIN DAKC
14. Distance in miles and direction from nearest town or post office*		11. Sec., T., R., M., or Blk. and Survey or Area H Sec 33 T28N R7W Mer NMP
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of Acres in Lease 7722 MD	12. County or Parish RIO ARRIBA
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth	13. State NM
21. Elevations (Show whether DF, KB, RT, GL, etc.) 6634 GL	22. Approximate date work will start	17. Spacing Unit dedicated to this well 316.32 E/2
23. Estimated duration		20. BLM/BIA Bond No. on file

24. Attachments

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

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- 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 08/07/2002
Title AUTHORIZED SIGNATURE		
Approved by (Signature) /s/ David J. Mankiewicz	Name (Printed/Typed)	Date DEC - 6 2002
Title	Office	

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 #13426 verified by the BLM Well Information System
For CONOCO INC., sent to the Farmington

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

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

** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL **

NMOC

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

District II
PO Drawer 00, Artesia, NM 88211-0719

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

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

State of New Mexico
Energy, Minerals & Natural Resources Department

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

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-039-27060		*Pool Code 72319 / 71599	*Pool Name BLANCO MESAVERDE / BASIN DAKOTA
*Property Code 016608	*Property Name SAN JUAN 28-7 UNIT		*Well Number 1916
*GRID No. 005073	*Operator Name CONOCO, INC.		*Elevation 6634'

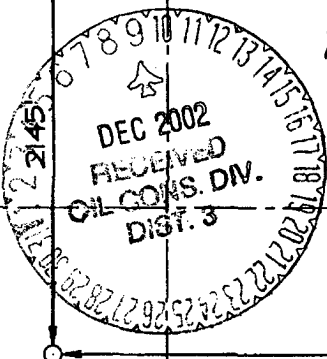

¹⁰ Surface Location

UL or lot no. G	Section 33	Township 28N	Range 7W	Lot Idn	Feet from the 2145	North/South line NORTH	Feet from the 1960	East/West line EAST	County RIO ARRIBA
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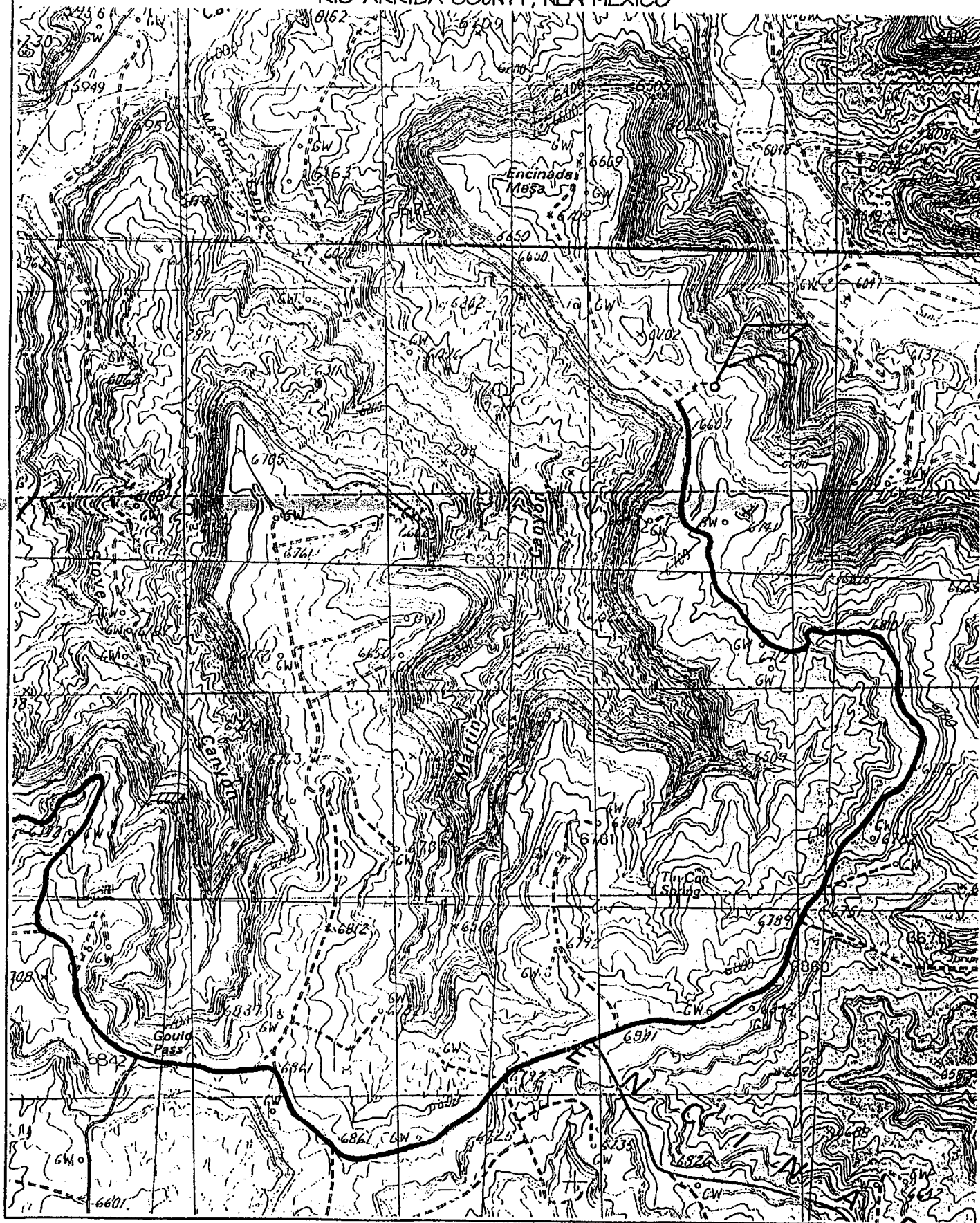
¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
*Dedicated Acres 316.32 Acres - (E/2)					*Joint or Infill		*Consolidation Code		*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

16	5280.00'		X Y	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. <i>Vicki Westby</i> Signature Vicki R. Westby Printed Name Sr. Title Analyst Title <i>August 1, 2002</i> Date		
				¹⁸ 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. Date of Survey: JULY 4, 2002 Signature and Seal of Professional Surveyor  <i>JASON C. EDWARDS</i> Certificate Number 15269		
2640.00'	33	SF-078498	1960'	2640.00'		
1320.00'				1320.00'		
1251.36'	LOT 4	LOT 3	LOT 2	LOT 1		
		38.12'	38.20'			
		5280.00'				

CONOCO, INC. SAN JUAN 28-7 UNIT #1916
2145' FNL & 1960' FEL, SECTION 33, T28N, R7W, N.M.P.M.
RIO ARriba COUNTY, NEW MEXICO



PROJECT PROPOSAL - New Drill / Sidetrack



SAN JUAN 28-7 191G

(Not Assigned)

San Juan Business Unit

Lease :		AFE # :		AFE \$:	
Field Name : EAST 28-7		Rig :	State : NM	County : RIO ARRIBA	API # :
Geoscientist : Glaser, Terry J		Phone (281) 293 - 6538	Prod. Engineer Moody, Craig E.		Phone : (281) 293 - 6559
Res. Engineer : Valvatne, Christine K.		Phone	Proj. Field Lead Bergman, Pat W.		Phone : (281) 293 - 6517

Primary Objective (Zones):

Zone	Zone Name
FRR	BASIN DAKOTA (PRORATED GAS)
RON	BLANCO MESAVERDE (PRORATED GAS)

"Air Drilled"

Location:					
Latitude : 36.62	Longitude : -107.58	X :	Y :	Section : 33	Abstract: 7W
Footage X : 1960 FEL	Footage Y : 2145 FNL	Elevation: 6634	(FT)	Survey : 28N	

Tolerance

Location Type : Year Round	Start Date (Est.)	Completion Date :	Date In Operation :
Formation Data Assume KB	6647 Units = FT		

Formation Call & Casing Points	Depth (TVD in Ft)	SS (Ft)	Depletion (Yes/No)	BHP (PSIG)	BHT	Remarks
Surface Casing	200	6447	<input type="checkbox"/>			Severe lost circulation is possible. 12 1/4" Hole. 9 5/8", 36 ppf, J-55, STC casing. Will test to 500 psi. Circulate cement to surface.
OJAM	2347	4300	<input type="checkbox"/>			Possible water flows
KRLD	2497	4150	<input type="checkbox"/>			
FRLD	2967	3680	<input type="checkbox"/>			Possible gas
PCCF	3217	3430	<input type="checkbox"/>			
LEWS	3417	3230	<input type="checkbox"/>			
Intermediate Casing	3517	3130	<input type="checkbox"/>			8 3/4" Hole. 7", 20 ppf, J-55, STC Casing. Circulate cement to surface. Will test to 1500 psi.
CHRA	4167	2480	<input type="checkbox"/>			
CLFH	4862	1785	<input type="checkbox"/>			Gas; possibly wet
MENF	5007	1640	<input type="checkbox"/>			Gas
PTLK	5462	1185	<input type="checkbox"/>	1300		Gas
MNCS	5712	935	<input type="checkbox"/>			
GLLP	6707	-60	<input type="checkbox"/>			
GRHN	7372	-725	<input type="checkbox"/>			Gas possible, highly fractured
TWLS	7457	-810	<input type="checkbox"/>			Gas
CBBO	7587	-940	<input type="checkbox"/>			Gas
Total Depth	7722	-1075	<input type="checkbox"/>	3000		4 1/2", 10.5 ppf, J-55, STC casing. Circulate cement a minimum of 100' inside the previous casing string. No open hole logs. Cased hole TDT with GR to surface.

Reference Wells:

Intermediate:	Well Name	Comments
Production:	Well Name	Comments

PROJECT PROPOSAL - New Drill / Sidetrack



SAN JUAN 28-7 191G

(Not
Assigned)

San Juan Business Unit

Logging Program

Intermediate Logs : ☐ Log only if show ☐ GR / ILD ☐ Triple Combo

TD Logs : ☐ Triple Combo ☐ Dipmeter ☐ RFT ☐ Sonic ☐ VSP ☒ TDT ☐ Other

Additional Information

Comments General/Work Description - To produce the KmV in this well the KmV will have to be plugged in well #1. Currently the KmV in well #1 is producing 15mcf/d.

Cementing Summary

San Juan 28-7 191G (v1.0)

		OH					
		Depth	Excess				
9-5/8" Sfc Casing	0			50:50 Poz Standar	106.4 sx	Slurry Volume	142.6 cu ft
				Cement	47 lb/sk		25.4 bbl
				San Juan Poz	34 lb/sk	Slurry Density	13.5 ppg
				Gel (Bentonite)	2.0% bwoc-db	Slurry Yield	1.34 cu ft/sk
				Gilsonite	5.0 lb/sk	Mix Fluid	5.35 gal/sk
				CaCl2	3.0% bwoc-db		
				Flocele	0.25 bwoc-db		
				Defoamer (if req'd)	0.05 gal/bbl		
9-5/8" shoe	200	100%					
7" Lead Cement	150%			Standard Cement	376.57 sx	Slurry Volume	1092.1 cu ft
				Standard Cement	94 lb/sk		194.5 bbl
				San Juan Poz	lb/sk	Slurry Density	11.4 ppg
				Econolite	3.0% bwoc	Slurry Yield	2.9 cu ft/sk
				CaCl2	bwoc	Mix Fluid	16.78 gal/sk
				Bentonite-Gel	bwoc		
				Flocele	0.5 lb/sk		
				Gilsonite	10.0 lb/sk		
7" Top of Tail	3,017			Defoamer (if req'd)	0.05 gal/bbl		
7" Tail Cement	150%			50:50 Poz Standar	155.65 sx	Slurry Volume	207.0 cu ft
				Standard Cement	47.0 bwob		36.9 bbl
				San Juan Poz	34.0 lb/sk	Slurry Density	13.5 ppg
				Econolite	bwob	Slurry Yield	1.33 cu ft/sk
				CaCl2	2.00% bwob	Mix Fluid	5.32 gal/sk
				Bentonite-Gel	2.00% bwob		
				Flocele	0.25 lb/sk		
				Gilsonite	5.0 lb/sk		
4.5" TOC	2,517			Defoamer (if req'd)	0.05 gal/bbl		
7" Casing Intermediate	3,517	150%					
4 5" Cement	50%			Blend	523.95 sx	Slurry Volume	765.0 cu ft
				Standard Cement	47 lb/sk		136.2 bbl
				San Juan Poz	37 lb/sk	Slurry Density	13.0 ppg
				Bentonite	3.00% bwob	Slurry Yield	1.46 cu ft/sk
				CFR-3	0.20% bwoc	Mix Fluid	6.42 gal/sk
				Halad-9	0.80% bwoc		
				HR-5	0.10% bwoc		
				Gilsonite	5.0 lb/sk		
				Flocele	0.25 lb/sk		
				Defoamer (if req'd)	0.05 gal/bbl		
4-1/2" Casing Production	7,722	50%					

Conoco to verify casing depths.

Note:

Cathodic Protection System Description

Anode Bed Type	Deep Well	
Hole Size	8"	
Hole Depth	200' - 500'	As required to place anodes below moisture and in low resistance strata.
Surface Casing	8" Diam., \geq 20' Length. Cemented In Annular Space	When needed, casing will be installed at an adequate depth to control ground water flow. Casing will extend a minimum of 2' above grade, be surrounded by a concrete pad, and sealed with a PVC cap. Steel casing will be substituted when boulders are encountered.
Vent Pipe	1" Diam. PVC	Vent pipe will extend from bottom of hole, through top of casing cap, and sealed with a 1" perforated PVC cap.
Type Of Anodes	Cast Iron Or Graphite	
Number Of Anodes	8 - 20	Sufficient quantity to achieve a total anode bed resistance of < 1 ohm and a design life \geq 20 years.
Anode Bed Backfill	Loreasco SW Calcinad Petroleum Coke Breeze	Installed from bottom of hole to 10' above top anode.
Anode Junction Box	8 - 20 Circuit Fiberglass Or Metal	Sealed to prevent insect & rodent intrusion.
Current Splitter Box	2 - 5 Circuit Metal	Sealed to prevent insect & rodent intrusion.
DC / AC Cable	DC: #2, #4, #6, #8 Stranded Copper (One Size Or Any Combination Of) With High Molecular Weight Polyethylene (HMWPE) Insulation. AC: #8 Stranded Copper HMWPE	18" depth in typical situation. 24" depth in roadway, & 36" depth in arroyos and streams. EXCEPTION: If trenching is in extremely hard substratum, depth will be 8 - 12" with cable installed in conduit. Installed above foreign pipelines if 1' clearance is available. If not, installed under foreign pipeline with 1' clearance (AC cable always installed under foreign pipeline in conduit).
Power Source	1) Rectifier 2) Solar Power Unit 3) Thermoelectric Generator	Choice of power source depending on availability of AC & other economic factors.
External Painting	Color to be selected according to BLM specifications.	Paint applied to any surface equipment associated with the CP system which can reasonably be painted.