Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

BUREAU OF LAND N	5. Lease Serial No. SF-078281			
APPLICATION FOR PERMIT	TO DRILL OR RE	ENTER	6. If Indian, Allottee or Trib	e Name
1a. Type of Work: ☑ DRILL ☐ REENTER			7. If Unit or CA Agreement,	Name and No.
lb. Type of Well: ☐ Oil Well 💆 Gas Well 🔲 Oth	er 🔲 Singl	le Zone 🔯 Multiple Zone	8. Lease Name and Well No SAN JUAN 29-5 UNIT 2	
	VICKI WESTBY E-Mail: Vicki.R.Westby@	conocophillips.com	9. API Well No. 30-039-79	1450
3a. Address 4001 PENBROOK ODESSA, TX 79762	3b. Phone No. (includ Ph: 915.368.1352		10. Field and Pool, or Explor BLANCO MESAVER	ratory DE
4. Location of Well (Report location clearly and in accordance	nce with any State requir	rements.*)	11. Sec., T., R., M., or Blk. a	and Survey or Area
At surface SENE 2100FNL 100FEL	16	GOV Co. C. F	∭ Sec 18 T29N R5W M	ler NMP
At proposed prod. zone SENE 2100FNL 100FEL			<u></u>	
14. Distance in miles and direction from nearest town or post of	office*		12. County or Parish RIO ARRIBA	13. State NM
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 Le	ease	17. Spacing Unit dedicated t	o this well
	1280.00	Kara Las	320 E	12
 Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 	19. Proposed Depth	9/31/11/20	20. BLM/BIA Bond No. on	file
completed, applied 101, on this loads, it.	5992 MD		·	
21. Elevations (Show whether DF, KB, RT, GL, etc. 6509 GL	22. Approximate date	work will start	23. Estimated duration	· · · · · · · · · · · · · · · · · · ·
	24. Atta	achments		
The following, completed in accordance with the requirements of	f Onshore Oil and Gas O	order No. 1, shall be attached to the	his form:	
Well plat certified by a registered surveyor. A Drilling Plan.		4. Bond to cover the operation Item 20 above).	ns unless covered by an existing	g bond on file (see
A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Off	em Lands, the ice).	5. Operator certification	ormation and/or plans as may b	e required by the
25. Signature (Electronic Submission)	Name (Printed/Typed) VICKI WESTBY	Ph: 915.368.1352		Date 02/11/2005
Title AGENT				
Approved by (Signature)	Name (Printed/Typed)			Date
0/Markelie	OCC		<u></u>	3-1-05
Title AFM	Office FFO			
Application approval does not warrant or certify the applicant holoperations thereon. Conditions of approval, if any, are attached.	lds legal or equitable title	e to those rights in the subject lea	ase which would entitle the app	licant to conduct
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, m States any false, fictitious or fraudulent statements or representati			make to any department or age	ncy of the United

Additional Operator Remarks (see next page)

Electronic Submission #54009 verified by the BLM Well Information System For CONOCOPHILLIPS COMPANY, sent to the Farmington

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

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

District II PO Drawer DD, 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

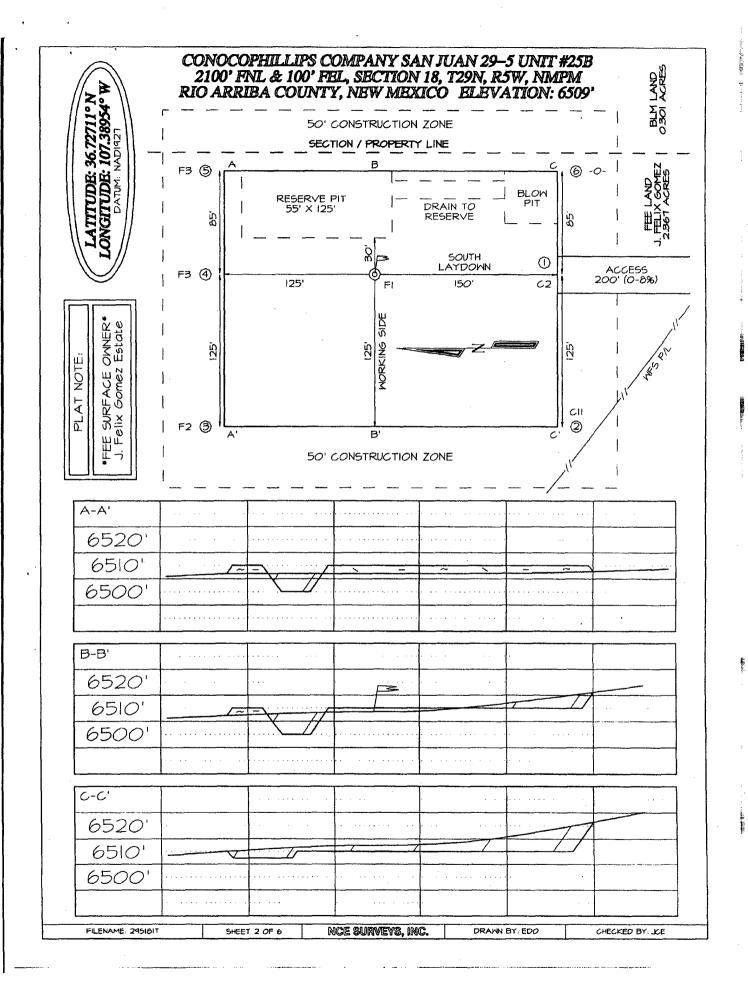
Form C-102 Revised February 21, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

0 20% 2020,											
			WELL	LOCAT	ON AND A	CREAGE DEDI	CAT	ION PL	ΑТ		
'API Number 'Pool Code 'Pool Name											
3003	7- <i>0</i>	7459	72	319		BLA	MCO	MESAVE	RDE		
Property 3132				(°Property SAN JUAN 2					•We	11 Number 258
'OGRID 1 21781	- 1			CO	*Operator NOCOPHILLI	Name PS COMPANY				_	levation 6509
					¹⁰ Surface	Location					
UL or lot no.	Section 18	Yownehip 29N	Range 5W	Lot Idn	Feet from the 2100	North/South line NORTH	Fee	et from the	East/Wes		County RIO ARRIBA
	t	11 E	ottom	Hole L	ocation I	f Different	Fro	om Surf	ace	*	<u> </u>
UL or lot no.	Section	Township	Range	Lot Ion	Feet from the	North/South line	Fee	et from the	East/Wes	t line	County
¹² Dedicated Acres		0.0 Acr	es - E.	/2	³³ Joint or Infill	³⁴ Consolidation Code	15 Orde	r No.	<u> </u>		
NO ALLOW	IABLE W					ON UNTIL ALL EEN APPROVED				EN CON	SOL IDATED
16			5.	282.64	1200		2100'	I hereby contained to the to t	centify tr d herein is best of my e R. Wes Name	nat the in true and knowledge	FICATION Information Information Complete and belief
				- L. [1		Staff	Agent		<u></u>

LAT: 36 *43.5268 N LONG: 107 *23.3722 W DATUM: NAD27 Date *SURVEYOR CERTIFICATION Thereby centify 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 100 8 Survey Date: SEPTEMBER 5, 2004 LEASE Signature and Seal of Professional Surveyor SF-078281 SON C. EDWARD EN MEXIC AND ESSION 5280.00 15269 Certificate Number

Submit 3 Copies To Appropriate District Sta	te of New Mexico	Fonn C-103
District Energy, Mir	nerals and Natural Resources	May 27, 2004
1625 N. French Dr., Hobbs, NM 88240 District 11		WELL APINO.
1301 W. Grand Ave., Artesia, NM 882 1 0 OIL CON	SERVATIONDIVISION	5. Indicate Type of Lease
1,000 Dt. D D.J. A ND. 4,0741 O	South St. Francis Dr.	STATE FEE
<u>District IV</u> Sal	nta Fe, NM 87505	6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa I e, NM 87505		
SUNDRYNOTICES AND REPOR		7. Lease Name or Unit Agreement Name
(DONOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DIFFERENT RESERVOIR, USE 'APPLICATION FOR PERMIT		SAN JUAN 29-5 UNIT
PROPOSALS)		Q Wall Ni mahan
1. Type of Well: Oil Well Gas Well Oth	er ·	23B
2. Name of Operator ConocoPh	illips Company	9. OGRID Number 217817
3. Address of Operator	imps company	I 0. Pool name or Wildcat
- 	, Odessa, TX 79762	BLANCO MESAVERDE
4. Well Location	,	
Unit Letter I 2100 feet from	n the North line and	100 feet from the East line
Section 18 Townsh	ip 29N Range 5W	NMPM Rio Arriba County
I 1. Elevation	(Show whether DR, RKB, RT, GR, etc.)	
Pit or Below -grade Tank Application X Closure	6509 GL	
	om nearest fresh water well >1 Mile	Distance from nearest surface water the well pad
	AND LIST OF THE PARTY OF THE PA	
		struction Material
12. Check Appropriate Box	to Indicate Nature of Notice, F	Report or Other Data
NOTICE OF INTENTION TO:	SUBS	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK PLUG AND ABAN	'	·
TEMPORARILYABANDON 🔲 CHANGE PLANS	=	
PULL OR ALTER CASING MULTIPLE COMP	PL CASING/CEMENT	JOB
OTHER:	OTHER:	
13. Describe proposed or completed operations. (C		give pertinent dates, including estimated date
of starting any proposed work). SEE RULE I 1	03. For Multiple Completions: Atta	ch wellbore diagram of proposed completion
or recompletion.		• .
The pit will be constructed and closed in accordance with Rul		
location of the pit in reference to the proposed wellhead. The The solids left after the water has been disposed of will be		
The solid literature will have been disposed of will on		in oc counted prior to crosure of this pit.
I hereby certify that the information above is true and comgrade tank has been/will be constructed or closed according to NMe	plete to the best of my knowledge and OCD guidelines \(\precedeta\), a general nermit \(\precedeta\) o	d belief. I further certify that any pit or below-
		
SIGNATURE Vicki Westby	TITLE Staff Agent	DATE 2/11/05
Type or print name	E-mail address:	Telephone No.
For State Use Only		MAR
A	DEPUTY OIL & GAS INSP	ECTOR DIST AN - 2 2005
APPROVED BY: Conditions of Approval (if app)	TITLE	MAR - 2 2005 ECTOR DIST. St DATE Le pitor Funk construction
Check with D	Foust prior to sobgra	de pivor vank construction





PROJECT PROPOSAL - New Drill / Sidetrack

San Juan Business Unit

SAN JUAN 29-5 25B

Lease:					T	AFE #:	***************************************					AFE \$:
Field Name: hPHI	LLIPS	29-5		Rig:				State:	NM C	County: RIO	ARRIBA	API #:
Geoscientist: Glas	er, Te	erry J		Phone:	(832)486-2	332	Prod.	Engineer:	Mood	y, Craig E.	P	Phone: 486-2334
Res. Engineer: Joh				Phone:	(832)-486-2	2347	Proj. I	Field Lead:	Franse	en, Eric E.	Р	Phone:
Primary Objects	re (Zo	nes):						and the second				533.2
Zone	Zone	Name										
RON	BLAN	ICO ME	SAVERDE (PR	RORAT	ED GAS)	7						
Location: Success												s Straight/Hole
Latitude: 36.73		Longitu	ude: -107.39		X:	<u> </u>	Y:			Section: 18		Range: 5W
Footage X: 100 FE	 EL	Footag	e Y: 2100 FN	L	Elevation: 65	509	(FT)	Township:	29N			
Tolerance:												
Location Type: Sur	mmer	Only		Start D	ate (Est.):		Con	npletion Dat	te:		Date In O	peration:
Formation Data:	Assur	ne KB =	= 6522 U	nits =	FT					· · · · · · · · · · · · · · · · · · ·		
Formation Call & Casing Points			Depth (TVD in Ft)	SS (Ft)	Depletion (Yes/No)	BHP (PSIG)	ВНТ			· · · · · · · · · · · · · · · · · · ·	Remarks	
SURFACE CSG	·		213	6309	(Tes/No)	(PSIG)	1	12-1/4 hol	9.5	/8" 32 3 nnf		C casing. Circulate ceme
JOHN ACE COO			213	0303				to surface.		70 32.3 ррі	, 11 10, 510	casing. Circulate cerne
NCMT			1422	5100								
OJAM			2672	3850				Possible w	rater flo	ws.		
KRLD			2822	3700								
FRLD			3162	3360				Possible ga	as.			
PCCF			3462	3060	님							
LEWS			3662	2860	닟			0.2748.11.1	*****	20 6 3 55		~
Intermediate Casing	J		3762	2760				8 3/4" Hole surface.	e. /", .	20 ppr, J-55	, STC Casin	ng. Circulate cement to
CHRA			4457	2065								
CLFH			5262	1260				Gas; possil	bly wet			
MENF			5352	1170				Gas.				
PTLK			5642	880				Gas possib	ole, high	nly fractured	j	
MNCS			5892	630								
Total Depth			5992	530				cement a r	minimu	m of 100' in	iside the pro	C casing. Circulate evious casing string. No above the Ojo Alamo &
								GR to surfa	ace. Cl	BL to 250' a	bove top of	cement.
Reference Wells		1								4		
Reference Type	Well N	lame			Comments							

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PROJECT PROPOSAL - New Drill / Sidetrack

San Juan Business Unit

SAN JUAN 29-5 25B

Logging Prog	ram:				The state of the state of	Appropriate 1
Intermediate L	ogs: D Log only	if show GR/ILD	Triple Con	nbo ·		
TD Logs:	Triple Co	ombo 🔲 Dipmeter	RFT S	onic VSP TDT V	her	
	Cement Bor	nd Log				
Additional Info	mation:					
Log Type	Stage	From (Ft)	To (Ft)	Tool Type/Name	Remarks	
Commenter Cor	paral/Mark Dascri	intion				

Comments: General/Work Description -

Drilling Mud Program:

Surface: Spud Mud.
Intermediate: Fresh water mud with hentenite and nelum

Intermediate: Fresh water mud with bentonite and polymer as needed.

Below intermediate: Air drilling media.

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San Juan 29-5 # 25B Halliburton Cementing Program

SURFACE CASING :

Drill Bit Diameter	12.25 "	
Casing Outside Diameter	9.625 "	Casing Inside Diam. 9.001"
Casing Weight	32.3 ppf	
Casing Grade	H-40	
Shoe Depth	230	
Cement Yield	1.21 cuft/s	k
Excess Cement	125 %	
Cement Required	140 sx	•

SHOE

230 ', 9.625 "

32.3 ppf,

STC

INTERMEDIATE CASING:

Drill Bit Diameter Casing Outside Diameter Casing Weight Casing Grade Shoe Depth Lead Cement Yield Lead Cement Excess Tail Cement Length Tail Cement Excess Lead Cement Required	J-55 3762 2.88 150 752.4 1.33 150 377	cuft/sk % sx	
•			
Tail Cement Required	220	sx	

SHOE

3762 ',

7 ",

20 ppf,

STC

PRODUCTION CASING:

Drill Bit Diameter	6.25 "
Casing Outside Diameter	4.5 " Casing Inside Diam. 4.000"
Casing Weight	10.5 ppf
Casing Grade	J-55
Top of Cement	3562) 200' inside intermediate casing
Shoe Depth	5992
Cement Yield	1.45 cuft/sk
Cement Excess	50 %
Cement Required	253 sx

SAN JUAN 29-5 #25B

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	_			ıv	

	OF HON I	
	9-5/8 Surface Casing	
	Class C Standard Co	ement
Cement Recipe	+ 3% Calcium Chlori	ide
,	+0.25 lb/sx Flocele	
Cement Volume	140	SX
Cement Yield	1.21	cuft/sx
01 1/-1	171.5	cuft
Slurry Volume	30.6	bbls
Cement Density	15.6	ppg .
Water Required	5.29	gal/sx

	7" Intermediate Casin	g ·		
	Lead Slurry			
Standard Cement				
Cement Recipe	+ 3% Econolite (exte	ender)		
·	+ 10 lb/sx Pheno Seal			
Cement Required	377	SX		
Cement Yield	2.88	cuft/sx		
Clarent Volume	1085.2			
Slurry Volume	193.3	bbls		
Cement Density	11.5	ppg		
Water Required	16.85	gal/sx		

7" Intermediate Casing						
	Tail Slurry					
	50 / 50 POZ:Standar	rd Cement				
Cement Slurry	+ 2% Bentonite					
	+ 6 lb/sx Pheno Sea	l				
Cement Required	220	l				
Cement Yield	1.33	cuft/sx				
Chama Valuma	292.4	cuft				
Slurry Volume	52.1	bbls				
Cement Density	13.5	ppg				
Water Required	5.52	gal/sx				

4-1/2" Production Casing			
Cement Recipe	50 / 50 POZ:Standard Cement		
	+ 3% Bentonite		
	+ 3.5 lb/sx PhenoSeal		
	+ 0.2% CFR-3 Friction Reducer		
	+ 0.1% HR-5 Retarder		
	+ 0.8% Halad-9 Fluid Loss Additive		
Cement Quantity	253	SX	
Cement Yield	1.45	cuft/sx	
Cement Volume	366.7	cuft	
	65.3		
Cement Density	13.1	ppg	
Water Required	6.47	gal/sx	

OPTION 2

	9-5/8 Surface Casing		
	Class G Cement		
Cement Recipe	+ 3% S001 Calcium Chloride		
	+ 0.25 lb/sx D029 Cellophane Flakes		
Cement Volume	148 sx		
Cement Yield	1.16 cuft/sx		
Cement Volume	171.5 cuft		
Cement Density	15.8 ppg		
Water Required	4.983 gal/sx		

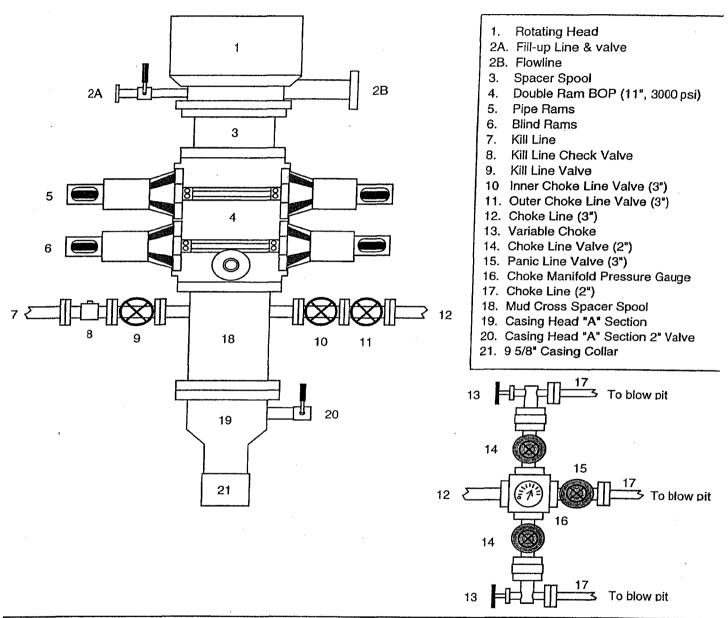
7" Intermediate Casing				
	Lead Slurry			
Cement Recipe	Class G Cement			
	+ 0.25 lb/sx D029 Cellophane Flakes			
	+ 3% D079 Extender			
	+ 0.20% D046 Antifoam			
	+ 10 lb/sx Pheno Seal			
Cement Required	399	SX		
Cement Yield	2.72	cuft/sx		
Slurry Volume	1085.2	cuft		
	193.3	bbls		
Cement Density	11.7	ppg ·		
Water Required	15.74	gal/sx		

7" Intermediate Casing			
	Tail Slurry		
Cement Slurry	50 / 50 POZ:Class G Cement		
	+ 0.25 lb/sx D029 Cellophane Flakes		
	+ 2% D020 Bentonite		
	+ 1.5 lb/sx D024 Gilsonite Extender		
	+ 2% S001 Calcium Chloride		
	+ 0.10% D046 Antifoam		
	+ 6 lb/sx Pheno Seal		
Cement Required	223	sx	
Cement Yield	1.31	cuft/sx	
Slurry Volume	- 292.4	cuft	
	52.1	bbls	
Cement Density	13.5	ppg	
Water Required		gal/sx	

4-1/2" Production Casing			
	50 / 50 POZ:Class G Cement		
	+ 3% D020 Bentonite		
	+ 1.0 lb/sx D024 Gilsonite Extender		
Cement Recipe	+ 0.25 lb/sx D029 Cellophane Flakes		
	+ 3.5 lb/sx PhenoSeal		
	+ 0.25% D167 Fluid Loss		
	+ 0.15% D065 Dispersant		
	+ 0.1% D046 Antifoamer		
Cement Quantity	256	sx	
Cement Yield	1.43	cuft/sx	
Cement Volume	366.7	cuft	
	65.3		
Cement Density	13	ppg	
Water Required	6.51	gal/sx	

BLOWOUT PREVENTER ARRANGEMENT & PROGRAM

For Drilling to Intermediate Casing Point & Setting 7" Intermediate Casing



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 10 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 10 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.

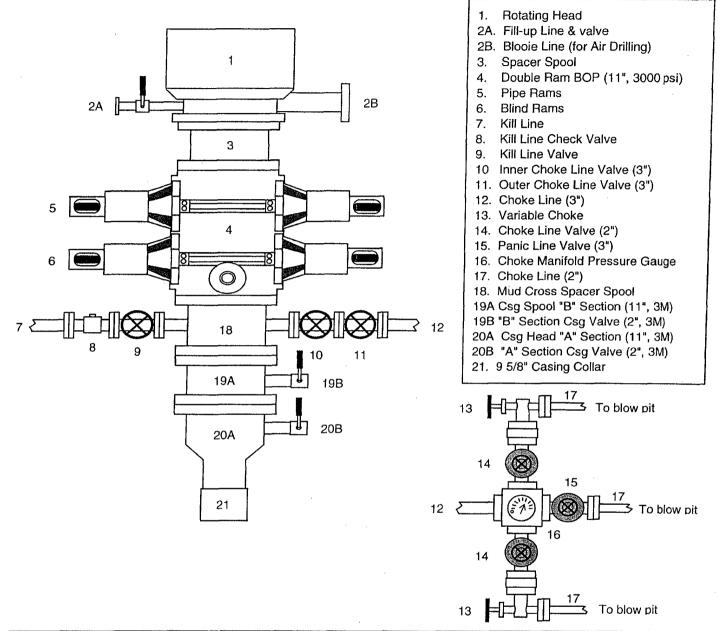
In addition to the equipment in the above diagram the following equipment will comprise the BOP system:

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

Revision Date: September 1, 2004

BLOWOUT PREVENTER ARRANGEMENT & PROGRAM

For Drilling to TD and Setting 4.5 inch Casing



After the 7" intermediate casing has been run and cemented, the Casing Spool ("B" Section) will be installed on the wellhead ("A" Section) and the BOP will be installed on the Casing Spool. A test plug will be set in the wellhead and the pipe rams, blind rams, and choke manifold will be tested to 200 psi to 300 psi (low pressure test) for 10 minutes and to 3000 psi (high pressure test) for 10 minutes. Then the test plug will be removed and the 7" casing will be pressure tested against closed blind rams to 200 psi to 300 psi for 10 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. Then we will air drill the 6-1/4" hole to TD and run and cement the 4-1/2" casing.

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

Property:		SAN JUAN 29-5	UNIT		Well #:	. — 2	25B	
Surface Loca	ation:							
Unit: 1	_Section	on: 18 Tow	vnship:_	29N	_Range:	5W		
County: Rio Arriba		State: New Mexico						
Footogo	2100	fuom the	Morth	1:	100	from the	Foot	line

CATHODIC PROTECTION

ConocoPhillips (COP) proposes to drill a cathodic protection deep well groundbed for the subject well. COP will drill a hole vertically at the surface large enough to accommodate 20 feet of 8 inch diameter PVC pipe for surface casing to assist in further drilling and loading. Casing may be cemented in place for stability if needed. COP will drill a 6-7/8" hole to an anticipated minimum depth of 300' (maximum depth of 500'). Cement plugs will not be used unless more than one water zone is encountered. Prior drilling history for the area indicates only one zone to that depth. If more than one water zone is encountered, notification will be made and details of cement and casing will be provided.

All drilling activity will remain on the existing well pad and a Farmington based company will be doing the drilling for ConocoPhillips.