State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin

Cabinet Secretary-Designate

Jami Bailey, Division Director Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following <u>3160-5</u> form.

Operator Signature Date: Original APD 6/5/2012 Sundry Extension Date 6/4/2015

| API WELL# | Well Name | Well # | Operator Name | Туре | Stat | County | Surf_Owner | UL | Sec | Twp | N/S | Rng W/E |
|------------------------|-----------------------|-----------|---------------------------|------|------|---------------|------------|----|-----|-----|-----|---------|
| 30-039-31120- 00-00 | SAN JUAN 28 7 UNIT | 100P | CONOCOPHILLIPS COMPANY | G | N | Rio Arriba | F | A | 30 | 27 | N | 7 W |

Conditions of Approval:

(See the below checked and handwritten conditions)

- X Notify Aztec OCD 24hrs prior to casing & cement.
- X Hold C-104 for directional survey & "As Drilled" Plat
- o Hold C-104 for NSL, NSP, DHC
- Spacing rule violation. Operator must follow up with change of status notification on other well to be shut in or abandoned
- Regarding the use of a pit, closed loop system or below grade tank, the operator must comply with the following as applicable:
 - A pit requires a complete C-144 be submitted and approved prior to the construction or use of the pit, pursuant to 19.15.17.8.A
 - o A closed loop system requires notification prior to use, pursuant to 19.15.17.9.A
 - A below grade tank requires a registration be filed prior to the construction or use of the below grade tank, pursuant to 19.15.17.8.C
- Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
- Regarding Hydraulic Fracturing, review EPA Underground Injection Control Guidance 84
- Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.
- Well-bore communication is regulated under 19.15.29 NMAC. This requires well-bore Communication to be reported in accordance with 19.15.29.8.
- ✓ Comply with current regulations at time of spud

NMOCD Approved by Signature

Kithere Parkel

6/12/15

Date

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

| 5. | Lease | Serial | No. |
|----|-------|--------|-----|
| | | | |

NM-03560

| | DRY NOTICES AND REPORT IN THE PROPERTY IN THE | 6. If Indian, Allottee or Tribe Name | | | | | | |
|--|---|--------------------------------------|---|---|------------------|--|--|--|
| | well. Use Form 3160-3 (A | RECEIVED | | | | | | |
| | | | | 7. If Unit of CA/Agreement, Name and/or No. | | | | |
| 1. Type of Well Oil Well X Gas Well Other | | | | UN U 4 ZU15 San Juan 28-7 Unit | | | | |
| Oil Well | | | 8. Well Name and No. San Juan | 28-7 Unit 100P | | | | |
| 2. Name of Operator | ConocoPhillips Compa | any | Farn Bureau | ที่ตัก gtow alliglid Office Jof Land Managem 30 t039-31120 | | | | |
| 3a, Address | | 3b. Phone No. (include area | | 10. Field and Pool or Exploratory Area | | | | |
| PO Box 4289, Farmingto | on, NM 87499 | (505) 326-97 | 00 | Blanco MV / Basin DK | | | | |
| | ., Section 30, T27N, L, Section 30, T27N | | 11. Country or Parish, State Rio Arriba , | New Mexico | | | | |
| 12. CHECK T | HE APPROPRIATE BOX(ES) | TO INDICATE NATUR | RE OF NOT | TICE, REPORT OR OTHE | R DATA | | | |
| TYPE OF SUBMISSION | | TYP | E OF AC | ACTION | | | | |
| X Notice of Intent | Acidize | Deepen | Pı | Production (Start/Resume) Water Shut-Off | | | | |
| | Alter Casing | Fracture Treat | R | eclamation | Well Integrity | | | |
| Subsequent Report | Casing Repair | New Construction | R | ecomplete | X Other APD Ext. | | | |
| | Change Plans | Plug and Abandon | | emporarily Abandon | - | | | |
| Final Abandonment Notice 13. Describe Proposed or Completed Op | Convert to Injection | Plug Back | | /ater Disposal | | | | |
| following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once Testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) ConocoPhillips wishes to extend the APD approval for the subject well. | | | | | | | | |
| OILC | | | | | NS. DIV DIST. 3 | | | |
| | | JUN 1 1 2015 | | | | | | |
| | | 1 | | | | | | |
| HPD Oftend | | 12011 | | | - | | | |
| 14. I hereby certify that the foregoing is Ar | Title | Staff Regulatory Tech Title | | | | | | |
| Signature Cullen V | lute | Date 6 | 4/15 | | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | | | | |
| Approved by | | | | | | | | |
| Boiler | | | Title L | 21_ | Date 6/5/15 | | | |
| Conditions of approval, if any, are attach that the applicant holds legal or equitable | | | Office | BLM-FOU | | | | |

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.

entitle the applicant to conduct operations thereon.