submitted in lieu of Form 3160-5 RCVD DEC 7'07 UNITED STATES DEPARTMENT OF THE INTERIOR OIL CONS. DIV. **BUREAU OF LAND MANAGEMENT** DIST. 3 Sundry Notices and Reports on Wells Lease Number 5. I-149-IND-7971 Type of Well 6. If Indian, All. or RECEIVED **GAS Tribe Name** ALLOTED 7. **Unit Agreement Name** DEC 03 2007 Name of Operator CONOCOPHILLIPS COMPANY Bureau of Land Management Well Name & Number Farmington Field Unice Address & Phone No. of Operator Mudge Federal #2 PO Box 4289, Farmington, NM 87499 (505) 326-9700 9. API Well No. 30-045-33290 Location of Well, Footage, Sec., T. R. M. 10. Field and Pool Unit A (NENE), 11415' FNL & 690' FEL, Sec. 31, T26N, R11W, NMPM **Basin Fruitland Coal County and State** 11. San Juan Co., NM 12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA Type of Submission **Type of Action** X Other -drilling plans changed X Notice of Intent Abandonment Change of Plans New Construction Recompletion Subsequent Report Plugging Non-Routine Fracturing Casing Repair Water Shut off Final Abandonment Conversion to Injection Altering Casing 13. Describe Proposed or Completed Operations The subject well was permitted in 2005 and our drilling procedures have changed since then. We are proposing to change the casing and cement design and follow our Master Drilling Plan on this well. This is an Example 2 well of the master plan. See attached Project Proposal for the new setting depths and cement volumes. **CONDITIONS OF APPROVAL** Adhere to previously issued stipulations.

14. I hereby certify that the foregoing is true a Signed Addy Mg	and correct. Patsy Clugst	Sr. Regulatory Spe	cialist	_ Date _	9/27/07
(This space for Federal or State Office use) APPROVED BY Troy Salvers CONDITION OF APPROVAL, if any: Title I8 U S C Section 1001, makes it a crime for any person knowingly and willing the United States much to fish the control of t	ully to make any dep	Engineer	Date	1216	107



PROJECT PROPOSAL - New Drill / Sidetrack

San Juan Business Unit

MUDGE FED 2	DEVELOPMENT
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Lease: AFE #: WAN.CNV.5137					137			AFE \$: 210,000.13				
Field Name: NEW M	1EXICO-WEST	Rig: A	ztec Rig 580	1		State: N	M Count	y: SAN JUAN	API #: 3004533290			
Geologist:			e:		Geophysicist:				hone:			
Geoscientist: Brain	n, Ted H.	Phone	832-486-2	2592	Prod. E	ngineer: į	Fontenot,	Jessie C P	hone: +1 832-486-3483			
Res. Engineer: Harr	ington, Tim R.		832-486-2	,	Proj. Fie	eld Lead:	1	Р	hone:			
Primary Objective	(Zones):											
 	one Name			<u> </u>								
R20001 FF	RUITLAND COAL(F	R20001)										
		ingerikan sanda sikeraka na m	D76=3780 * 10	THE REST OF THE PERSON NAMED IN COLUMN TWO	CONTROL OFFICE	r eler /5 vo retext va						
Location: Sures	Satisfic. Ast. DeStability State Strategic by the 1	m Code: NA	W 27						Scotting Palet			
Latitude: 36.448670			X:		Y:			ion: 31	Range: 011W			
Footage X: 690 FEL	Footage Y:	1145 FNL	Elevation: 6	6203 ((FT) T	ownship: 0	26N					
Tolerance:	and the second of the second o	**************************************										
Location Type: Year Round Start Date (Est.): 1/1/2007 Completion Date: Date In Operation:												
Formation Data: A	Assume KB = 6219	Units =	FT									
Formation Call &		epth SS	Depletion		внт			Remarks				
Casing Points		in Ft) (Ft)	(Yes/No)) (PSIG)		9 2/4 hala	7" 20 0 "		ng. Circulate cement to			
Surface Casing	1	20 6099				surface. Ce			ig. Circulate cement to			
OJAM	1	94 6025			ĺ	Possible wa	ter flows.					
KRLD	2	84 5935										
FRLD	1:	159 5060				Possible ga						
PCCF ·	12	239 4980		200		Possible ga						
Total Depth	13	399 4820						10.5 ppf, J-55, STC ement with 215 cul	Casing. Circulate			
Reference Wells:					A 27 - 1			7.79				
Reference Type W	ell Name		Commen	ts								
Parlements When the Season Sea			Sortigue Vigas and water of		Long at 2 m	g Magail a g a said si a s	Per la Pina, Francisco	. The control of the				
Logging Program:			<u> </u>									
Intermediate Logs:	Log only if sho	ow GR/ILD	Tripl	e Combo								
TD Logs: ☐ Triple Combo ☐ Dipmeter ☐ RFT ☐ Sonic ☐ VSP ☑ TDT												
TD Logs:	Triple Combo	Dipmeter										
TD Logs:	Triple Combo	□ Dipmeter		 		······································	· · · · · · · · · · · · · · · · · · ·					
TD Logs: [□ Dipmeter										
		☐ Dipmeter										

Comments: Zones - Drilling Mud Program:

Surface: spud mud

Intermediate: fresh water mud with bentonite and polymer as needed

Centralizer Program:

Surface: centralizers placed 10' above the shoe latched over a stop collar and at the top of the 2nd, 3rd, & 4th joints
Intermediate: centralizers placed 10' above the shoe latched over a stop collar and at the top of the 2nd, 4th, 6th, 8th, & 10th ints

Turbolizers placed one per joint from the top of the Ojo Alamo to the top of the Kirtland Shale

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PROJECT PROPOSAL - New Drill / Sidetrack

San Juan Business Unit

MUDGE FED 2 DEVELOPMENT

General/Work Description - Notify Aztec OCD 24 hrs prior to casing & cement KR Project moved from 2008 to 2007 to get drilled. 6/11/07 - LM Subtask were recompleted back to APD approval. see attached documentation 6/11/07 - LM Drill and complete a 160 acre Fruitland Coal well. Estimate TD = 1379. 2/16/07 moved to 2008 due to title Issues. wfp. 6/4/07 un-do subtasks back to Company Ownership due to dedication wrong (wfp).

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