Form 3160-3

FORM APPROVED

| DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT  SF 079321-A  APPLICATION FOR PERMIT TO DRILL OR DEEPEN  IA TYPE OF WORK  DRILL OTHER  DEEPEN  DEEPEN  DEEPEN  OTHER  DEEPEN  ADDRESS AND TELEPHONE NO  10 Desta Dr. Ste 430E, Midland, Tx. 79705-4500  LOCATION OF WELL (Report location clearly and in accordance with any Staft You and Staft You are also as a considered of the proposed prod. Zone  1730' FNL & 2165' FWL  DISTANCE IN MILES AND DIRECTION FROM NEAEST TOWN OR POST OFICE*  DISTANCE FROM PROPOSED' LOCATION TO NEARST PROPOSED' LOCATION TO NEARST LINE, GATON  S. DISTANCE FROM PROPOSED' LOCATION TO NEARST LINE, IT line, If ANY OLASS to DESTRESS drig, unit (CATION)  TO NEARST WELL, ORDILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT,  THIS docides to the proposed prod. Show whether DF, RT, GR, etc)  PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  GRAVE SZE OICASING  BUREAU OF LAND MANAGEMENT  S. LEASE DISINATION AND SERIAL SF 079321-A  6 IF INDIAN, ALLOTTEE OR TRIBE N/  7 UNIT AGRREEMENT NAME SAN JUREAU  SAN JUREAU  10 PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  GRAVE SZE OICASING  BUREAU  10 PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  GRAVE SZE OICASING  BUREAU  10 IF INDIAN, ALLOTTEE OR TRIBE N/  7 UNIT AGRREEMENT NAME SAN JUREAU  10 IF INDIAN, ALLOTTEE OR TRIBE N/  7 UNIT AGRREEMENT NAME SAN JUREAU  10 IF INDIAN, ALLOTTEE OR TRIBE N/  11 INDIAN, ALLOTTEE OR TRIBE N/  11 INDIAN, ALLOTTEE OR TRIBE N/  12 IN INDIAN, ALLOTTEE OR TRIBE N/  13 STATE  14 DISTANCE IN MILES AND DIRECTION AND SAN JUREAU  15 IN INDIAN, ALLOTTEE OR TRIBE N/  16 IF INDIAN, ALLOTTEE OR TRIBE N/  17 INDIAN, ALLOTTEE OR TRIBE N/  18 IN INDIAN, ALLOTTEE OR TRIBE N/  19 INDIAN, ALLOTTEE OR TRIBE N/  19 INDIAN, ALLOTTEE OR TRIBE N/  10 IN INDIAN, ALLOTTEE OR TRIBE N/  10 IN INDIAN, ALLOTTEE OR TRIBE N/  10 IN INDIAN, ALLOTTEE OR TRIBE N |
|--|
| BUREAU OF LAND MANAGEMENT  APPLICATION FOR PERMIT TO DRILL OR DEEPEN  In a type of work  DRILL OTHER  DEEPEN OTHER  San Juan 28-7  B-FARM OR LEASE ENAME WELL NO  126M  PAPIWELL NO  APPWELL NO  DEEPEN OTHER  San Juan 28-7  B-FARM OR LEASE ENAME WELL NO  DEEPEN OTHER  DEEPEN OTHER  SAN JUAN 28-7  DEEPEN OTHER  DEEPEN OTHER  DEEPEN OTHER  SAN JUAN 28-7  DEEPEN OTHER  DEEPEN OTHER  SAN JUAN 28-7  DEEPEN OTHER  SAN JUAN 28-7  DEEPEN OTHER  DEEPEN OTHER  SAN JUAN 28-7  DEEPEN OTHER  SAN JUAN 28-7 |
| DEEPEN DEEPEN DEEPEN TO THE SAINGLE SAIN JUAN 28-7  TO UNIT AGREEMENT NAME  SAIN JUAN 28-7  TO UNIT AGREEMENT NAME  SAIN JUAN 28-7  SAINGLE SAIN JUAN 28-7  TO UNIT AGREEMENT NAME  SAIN JUAN 28-7  SEFARMOR LEASE NAME WELL NO  126M  9. APIWELL NO  126M  9. APIWEL NO  126M  9. APIWELL NO  126M  126M |
| DRILL GAS DEEPEN DEEPEN DEEPEN DATE SINGLE SAN JUAN 28-7  7 UNIT AGRREEMENT NAME SAN JUAN 28-7  2. NAME OF OPERATOR  CONOCO INC.  a. ADDRESS AND TELEPHONE NO  10 Desta Dr. Ste 430E, Midland, Tx. 79705-4500  10 Desta Dr. Ste 430E, Midland, Tx. 79705-4500  10 Desta Dr. Ste 430E, Midland, Tx. 79705-4500  11 Desta Dr. Ste 430E, Midland, Tx. 79705-4500  12 LOCATION OF WELL (Report location clearly and in accordance with any State Political Politics of the Control of the C |
| B. TYPE OF WELL OIL OIL OIL OIL OIL WELL OCHOCO INC.  A. ADDRESS AND TELEPHONE NO 10 Desta Dr. Ste 430E, Midland, Tx. 79705-4500  10 Desta Dr. Ste 430E, Midland, Tx. 79705-4500  1730' FNL & 2165' FWL At surface  1730' FNL & 2165' FWL  14 DISTANCE IN MILES AND DIRECTION FROM NEAEST TOWN OR POST OFICE*  15 DISTANCE IN MILES AND DIRECTION FROM NEAEST TOWN OR POST OFICE*  16 NO OF ACRES IN LEASE 17. NO OF ACRES ASSIGNED 18. OF ACRES ASSIGNED 19. PROPOSED LOCATION 10. PROPOSED LOCATION 11. SEC. T. R. M. OR BLK. AND SURVEYOR AREA 18. AND SURVEYOR AREA 19. Sec. 1, T.77N, R.TW  16. NO OF ACRES IN LEASE 17. NO OF ACRES ASSIGNED 18. OF ACRES ASSIGNED 19. PROPOSED DEPTH 10. ROTHIS WELL 19. PROPOSED DEPTH 10. ROTHIS WELL 19. PROPOSED DEPTH 10. ROTHIS WELL 19. OF ACRES ASSIGNED 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS 22. APPROX. DATE WORK WILL STA 6129' GR 23. PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  GRADE, SIZE OF CASING WEIGHT PER FOOT  SETTING DEPTH QUANTITY OF CEMENT   |
| WELL OTHER  ZONE   |
| Conoco Inc.  a. ADDRESS AND TELEPHONE NO  10 Desta Dr. Ste 430E, Midland, Tx. 79705-4500  4. LOCATION OF WELL (Report location clearly and in accordance with any State Telephone's Location of the Location o |
| A ADDRESS AND TELEPHONE NO  10 Desta Dr. Ste 430E, Midland, Tx. 79705-4500  4. LOCATION OF WELL (Report location clearly and in accordance with any State of At surface  1730' FNL & 2165' FWL  1730' FNL & 2165' FWL  19 1999  At proposed prod. zone  1730' FNL & 2165' FWL  10 DISTANCE IN MILES AND DIRECTION FROM NEAEST TOWN OR POST OFICE*  10 DISTANCE FROM PROPOSED*  LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT.  Also to nearest drig. unit line, if Any)  8. DISTANCE FROM PROPOSED LOCATION*  TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR ON THIS LEASE, FT.  20. ROTARY OR CABLE TOOLS  PROPOSED LOCATIONS (Show whether DF, RT, GR, etc.)  PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  GRADE, SIZE OI CASING  WEIGHT PER FOOT  SETTING DEPTH  QUANTITY OF CEMENT  |
| 10 Desta Dr. Ste 430E, Midland, Tx. 79705-4500 4. LOCATION OF WELL (Report location clearly and in accordance with any State of Location Of Well (Report location clearly and in accordance with any State of Location Of Well (Report location clearly and in accordance with any State of Location Of Well (Report location clearly and in accordance with any State of Location Of FNL & 2165' FWL  1730' FNL & 2165' FWL  1730' FNL & 2165' FWL  1730' FNL & 2165' FWL  18 DISTANCE IN MILES AND DIRECTION FROM NEAEST TOWN OR POST OFICE*  18 DISTANCE FROM PROPOSED*  19 DISTANCE FROM PROPOSED*  10 NO OF ACRES IN LEASE  10 NO OF ACRES ASSIGNED  10 NO OF ACRES ASSIGNED  10 PROPOSED LOCATION*  10 PROPOSED DEPTH  20 ROTARY OR CABLE TOOLS  Rotary  21 ELEVATIONS (Show whether DF, RT, GR, etc.)  22 APPROX. DATE WORK WILL STAE  6129' GR  23 PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  10 FIELD AND POOL, OR WILLDAT  Mesaverde/Basin Dakota  11 SEC, T, R. M., OR BLK.  AND SURVEYOR AREA  10 STO, T. R. M., OR BLK.  AND SURVEYOR AREA  11 SEC, T, R. M., OR BLK.  AND SURVEYOR AREA  11 SEC, T, R. M., OR BLK.  AND SURVEYOR AREA  11 SEC, T, R. M., OR BLK.  AND SURVEYOR AREA  11 SEC, T, R. M., OR BLK.  AND SURVEYOR AREA  12 Sec. 1, T27N, R7W  10 PROPOSED LIVE AND SURVEYOR AREA  11 SEC, T, R. M., OR BLK.  AND SURVEYOR AREA  12 Sec. 1, T27N, R7W  13 STATE  14 DISTANCE FROM PROPOSED.  15 NO OF ACRES IN LEASE  17 NO OF ACRES ASSIGNED  18 DISTANCE FROM PROPOSED.  19 PROPOSED DEPTH  20 ROTARY OR CABLE TOOLS  Rotary  21 APPROX. DATE WORK WILL STAE  6129' GR  22 APPROX. DATE WORK WILL STAE  6129' GR  23 APPROX. DATE WORK WILL STAE  6129' GR  24 APPROX. DATE WORK WILL STAE  6129' GR  25 APPROX. DATE WORK WILL STAE  6129' GR  26 APPROX. DATE WORK WILL STAE  6129' GR  27 APPROX. DATE WORK WILL STAE  6129' GR  28 APPROX. DATE WORK WILL STAE  6129' GR  6129 |
| At proposed prod. zone  1730' FNL & 2165' FWL  18 DISTANCE IN MILES AND DIRECTION FROM NEAEST TOWN OR POST OFICE*  18 DISTANCE FROM PROPOSED*  19 PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if Any)  19 PROPOSED LOCATION*  19 PROPOSED DEPTH  20 ROTARY OR CABLE TOOLS  10 PROPOSED LOCATION*  10 PROPOSED DEPTH  21 ELEVATIONS (Show whether DF, RT, GR, etc.)  10 PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  1730' FNL & 2165' FWL  10 PROPOSED LOCATION OR PARISH LINE, AND SURVEYOR AREA SEC. 1, T. R. M. OR BLK. |
| At proposed prod. zone  1730' FNL & 2165' FWL  1730' FNL & 2165' FWL |
| At proposed prod. zone  1730' FNL & 2165' FWL  4 DISTANCE IN MILES AND DIRECTION FROM NEAEST TOWN OR POST OFICE*  14 DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if Any)  8 DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT,  21 ELEVATIONS (Show whether DF, RT, GR, etc.)  PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  GRADE, SIZE OF CASING  WEIGHT PER FOOT  SETTING DEPTH  QUANTITY OF CEMENT   |
| 14 DISTANCE IN MILES AND DIRECTION FROM NEAEST TOWN OR POST OFICE*  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 17 NO. OF ACRES ASSIGNED TO THIS WELL 320  19 PROPOSED DEPTH 20 ROTARY OR CABLE TOOLS TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT, 21 ELEVATIONS (Show whether DF, RT, GR, etc.)  19 PROPOSED DEPTH 20 ROTARY OR CABLE TOOLS ROTARY  21 ELEVATIONS (Show whether DF, RT, GR, etc.)  22 APPROX. DATE WORK WILL STA 6129' GR and appage Direction to 43 CFM 3165.4  617/99  PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  10 OF ACRES ASSIGNED 17 NO. OF ACRES ASSIGNED 18 OF ACRES ASSIGNED 19 PROPOSED DEPTH 20 ROTARY OR CABLE TOOLS ROTARY 21 PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  10 OF ACRES ASSIGNED 17 NO. OF ACRES ASSIGNED 18 NO.  18 OF ACRES ASSIGNED 19 NO.  19 PROPOSED DEPTH 20 ROTARY OR CABLE TOOLS 22 APPROX. DATE WORK WILL STA 22 APPROX. DATE WORK WILL STA 23 APPROX. DATE WORK WILL STA 24 APPROX. 25 APPROX. DATE WORK WILL STA 25 APPROX. DATE WORK WILL STA 26 APPROX. DATE WORK WILL STA 27 APPROX. DATE WORK WILL STA 28 APPROX. DATE WORK WILL STA 29 APPROX. DATE WORK WILL STA 20 APPROX. DATE WORK WILL STA 21 APPROX. DATE WORK WILL STA 21 APPROX. DATE WORK WILL STA 25 APPROX. DATE WORK WILL STA 26 APPROX. DATE WORK WILL STA 27 APPROX. DATE WORK WILL STA 28 APPROX. DATE WORK WILL STA 29 APPROX. DATE WORK WILL STA 20 APPROX. DATE WORK WILL STA 20 APPROX. DATE WORK WILL STA 20 APPROX. DATE WORK WILL STA 21 APPROX. DATE WORK WILL STA 21 APPROX. DATE WORK WILL STA 25 APPROX. DATE WORK WILL STA 26 APPROX. DATE WO |
| 5. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if Any)  8. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT,  21. ELEVATIONS (Show whether DF, RT, GR, etc.)  PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  SIZE OF HOLE  Rio Arriba  17. NO. OF ACRES ASSIGNED TO THIS WELL 320  17. NO. OF ACRES ASSIGNED TO THIS WELL 320  19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS TO THIS WELL 320  19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS TO THIS WELL 320  RIO Arriba  19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS TO THIS WELL 320  ROTARY  22. APPROX. DATE WORK WILL STA 6/1/99  PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT   |
| 5. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if Any)  8. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT,  21. ELEVATIONS (Show whether DF, RT, GR, etc.)  6129' GR  PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  GRADE, SIZE Of CASING  WEIGHT PER FOOT  16 NO OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED TO THIS WELL 320  20. ROTARY OR CABLE TOOLS  ROTARY 20. ROTARY OR CABLE TOOLS  22. APPROX. DATE WORK WILL STA  6/1/99  PROPOSED CASING AND CEMENTING PROGRAM  |
| LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT.  (Also to nearest drig. unit line, if Any)  8. DISTANCE FROM PROPOSED LOCATION*  TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.  PLACE LEVATIONS (Show whether DF, RT, GR, etc.)  19. PROPOSED DEPTH  20. ROTARY OR CABLE TOOLS  ROTARY  19. PROPOSED DEPTH  20. ROTARY OR CABLE TOOLS  ROTARY  22. APPROX. DATE WORK WILL STA  6129' GR and appear purposes to 43 OFF 3155.4  617/99  PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE  GRADE, SIZE OF CASING  WEIGHT PER FOOT  SETTING DEPTH  QUANTITY OF CEMENT  |
| Also to nearest drig. unit line, if Any)  8. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT, THIS COURSE.  19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS ROTARY  19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS ROTARY  22. APPROX. DATE WORK WILL STA  6129' GR and appear purposes to 43 CFR 3125.4.  6129' GR and appear purposes to 43 CFR 3125.4.  PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT  |
| TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT,  THIS GOLDS IS TO SET OF A STATE OF A |
| 1. ELEVATIONS (Show whether DF, RT, GR, etc.)    1913   6219   FOR STANDARD CONTROL OF |
| PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT   |
| PROPOSED CASING AND CEMENTING PROGRAM  SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT   |
|  |
|  |
|  |
| 8-3/4" K-55, 7" 20# 3092' 418 sxs, circ.   |
| 6-1/4" K-55, 4-1/2" 9.5# 7555' - 566 sxs, toc @ 2940'  |
| An NOS was filed 10/2/98. The well will be drilled and equipped according to the following additional attachments:  Well Location & Acreage Dedication Plat (C-102).  Proposed Well Plan Outline.  Cementing Plan.  Blowout Preventer Hookup.  Surface Use Plan including temporary pipeline tie specifications and Production Facility layout.  Chis application includes ROW's for the well pad, cathodic protection and pipeline.  Chis application includes ROW's for the well pad, cathodic protection and pipeline.  Chis application includes ROW's for the well pad, cathodic protection and pipeline.  Chis application includes ROW's for the well pad, cathodic protection and pipeline.  |

\*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes 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.

Oistrict I PO 80x 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

Revised February 21, 1994 Instructions on back Submit to Appropriate District Office State Lease – 4 Copies Fee Lease – 3 Copies

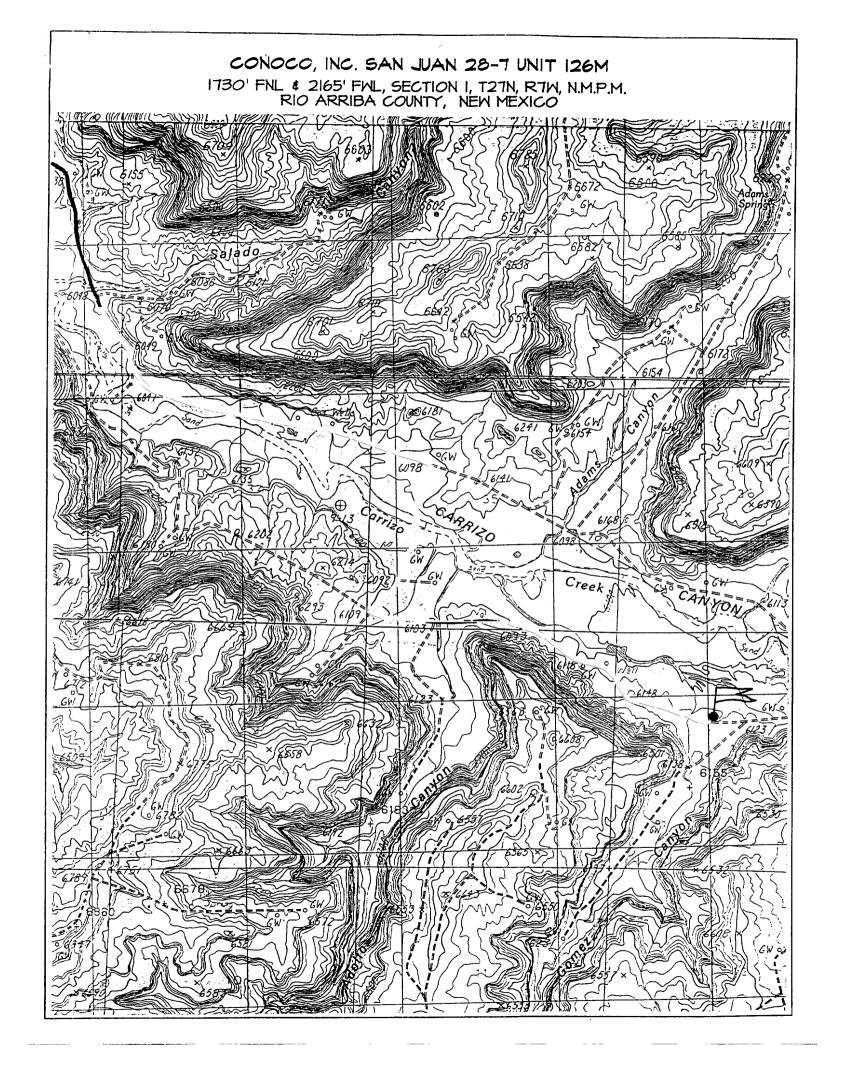
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

AMENDED REPORT

Form C-102

## WELL LOCATION AND ACREAGE DEDICATION PLAT

| SO - O 39 - 36/10   72319   71599   BLANCO MESAVERDE   BASIN DAKOTA   Property Code   Property Name   Viel1 Number   126M   12   | 'API               | Number           |   | *Poo                                  | ol Code  |           |                                  |       | Pool Name                       | 9                                       |   |   |
|--|--------------------|------------------|---|---------------------------------------|--|-----------|----------------------------------|-------|---------------------------------|---|---|---|
| Property Code  O 16608  SAN JUAN 28-7 UNIT  126M  106010 No.  O 50073  10 Surface Location  O 1730  U. or Jot no.  F 1 27N 7W Lot for Free from the Settion Township Range Lot for Free from the North-South line Past from the East-Nest line RATIBA  11 Bottom Hole Location If Different From Surface  U. or Jot no. Settion Township Range Lot for Free from the North-South line Free from the East-Nest line County  12 Bottom Hole Location If Different From Surface  U. or Jot no. Settion Township Range Lot for Free from the North-South line Free from the East-Nest line County  12 Bottom Hole Location If Different From Surface  U. or Jot no. Settion Township Range Lot for Free from the North-South line Free from the East-Nest line County  12 Bottom Hole Location If Different From Surface  U. or Jot no. Settion Township Range Lot for Free from the North-South line Free from the East-Nest line County  13 Bottom Hole Location If Different From Surface  U. or Jot no. Settion Township Range Lot for Invited Free from the East-Nest line County  13 Bottom Hole Location If Different From Surface  U. or Jot no. Settion Township Range Lot for Jot Invited Free from the East-Nest line County  14 Decident Acres  15 Decident Range  16 Decident Range  17 Decident Range  18 Survey on Certification Invited President Range  18 Survey on Certification  18 Survey on Certification  18 Survey on Certification  18 Survey on Certification  18 Survey on Certification on this plate of the past of the best  | 30-039             | 7-261            | 170 7                                   | 72319                                 | / 71599  |           | BLANCO ME                        | ESAV  | ERDE /                          | BASIN                                   | N DAKO                                  | TA  |
| "Operator Name CONOCO, INC.  10 Surface Location  10 Surface Location  11 Solid no. Section Township Range Lot Isn Frest from the North/South line 2165 WEST RIO ARRIBA  11 Bottom Hole Location If Different From Surface  12 Solid Township Range Lot Isn Feet from the North/South line Feet from the East/Rest line County  12 Bottom Hole Location If Different From Surface  13 Bottom Hole Location If Different From Surface  14 Bottom Hole Location If Different From Surface  15 Bottom Hole Location If Peret from the North/South line Feet from the East/Rest line County  16 Bottom Hole Location If Different From Surface  17 Bottom Hole Location If Different From Surface  18 Bottom Hole Location If Different From Surface  19 Bottom Hole Location If Different From Surface  10 Bottom Hole Location If Different From Surface  16 Bottom Hole Location If Different From Surface  17 Bottom Hole Location In Surface  18 Bottom Hole Location If Peat Income Hole Location In Surface  18 Bottom Hole Location In Surface  19 Bottom Hole Location In Surface  19 Bottom Hole Location In Surface  19 Bottom Hole Location In Surface  10 Bottom Hole Lo |                    |                  |   |                                       | • Pro  | operty    | Name                             |       |                                 | T                                       | •We                                     | ll Number   |
| CONOCO, INC.    CONOCO, INC.   CONOCO, INC.   CONTY  | 016608             |                  |   |                                       | SAN JUA  | N 58      | 3-7 UNIT                         |       |                                 |   | 1                                       | 126M  |
| 10 Surface Location  U. or Jot no. Section Township Range Lot Jon Feet from the Peet from the Path North Land Surface  11 Bottom Hole Location If Different From Surface  U. or Jot no. Section Township Range Lot Jon Feet from the North/South Juve Feet from the East/Nest Juve RIO ARRIBA  11 Bottom Hole Location If Different From Surface  U. or Jot no. Section Township Range Lot Jon Feet from the North/South Juve Feet from the East/Nest Juve County  12 Dedicated Acres 328 319.20 319.20  NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED ON A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION  13 DE COUNTY OF THE DIVISION  14 DECEMBER 1999 WILL BE Signature Printed Name Right—Of-Way Agent Title  15 SURVEYOR CERTIFICATION LINE OF THE DIVISION OF THE D |                    |                  |   |                                       | •  |           |                                  |       |                                 |   |   |   |
| To be the composition of the country | 005073             |                  |   |                                       | CONC   | )CO,      | INC.                             |       |                                 |   | <del></del> -                           | 5129  |
| F 1 27N 7W 1730 NORTH 2165 WEST ARIBA  11 BOTTOM Hole Location If Different From Surface  U. 67 30 Ton. Section Tomonio Regge Lot Ion Feet from the North/South live Feet from the East/West line County  200 3/9.80 3/9.80 3/9.80 NORTH 2165 WEST ARIBA  12 BOTTOM NO. Section Tomonio Regge Lot Ion Feet from the North/South live Feet from the East/West line County  12 County  13 Lot Ion Feet from the North/South live Feet from the East/West line County  NSL # 4222  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  13 OPERATOR CERTIFICATION Lors of County of County Interest Name  14 DECEMBER 10 DIVISION  15 Signature  Mike L. Mankin Printed Name  Right-Of-Way Agent  Title  18 SURVEYOR CERTIFICATION List Signature of County  |                    |                  |   |                                       |  |           |                                  |       |                                 |   |   |   |
| 11 Bottom Hole Location If Different From Surface  U. or Jok No. Section Township Runge Lot for Feet from the North/South June Feet from the East/Nest June County  **Dedicated Acres:  328 3/9.80 3/9.80 3/9.80  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  OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION  10 5293.20  11 OPERATOR CERTIFICATION LINE Signature  Mike L. Mankin Printed Name  Right-Of-Way Agent  Title  12 7-99  Date  13 SURVEYOR CERTIFICATION  Lineary certify Unit the level of my introduction contained need by the contained need by the contained of the conta |                    |                  | ·   ·                                   | e Loi                                 |  |           | ·                                |       |                                 |   |   |   |
| U. or jot no. Section Township Range Lot ion Feet from the North/South live Feet from the East/West live County    **Dodicated Acree*  | F .                |                  |   |                                       |  |           |                                  |       |                                 |   | 51                                      |   |
| DECEMBER OF STATE BUTCH STATE BEEN CONSOLIDATED  **Declicated Acres*  328 3/9.30 3/9.30  **Superior Invital**  **Declicated Acres*  328 3/9.30 3/9.30  **Superior Invital**  **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  **Superior Invitation Contained Present of the Section State of the Section State of Superior Invitation Contained Present of Superior Contained Present of Superi |                    |                  |   |                                       |  |           |                                  |       |                                 |   | . 11                                    | (   |
| NSL # 4222  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  10   | U. or lot no. Sec  | ition Townsh     | nip Hange                               | e   Lo:                               | tion Feet from   | the       | Northy South Tive                | reet  | non se                          | East/Wes                                | st line                                 | Lounty  |
| 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  5293.20  7 OPERATOR CERTIFICATION Interest certify that the information contained free in the best of sy providing and belief that are described to the best of sy providing and belief that are described to the best of sy providing and belief that are described to the best of sy providing and belief to the best of sy bodief.  Signature  Mike L. Mankin  Printed Name  Right-Of-Way Agent  Title  4. 79.0  Date  15 SURVEYOR CERTIFICATION  I heavy certify that the well location shown on this plat was plotted from field outse of actual surveys accounts to the best of sy belief.  | 12 Dedicated Acres |                  |   |                                       |  | or Infill | <sup>14</sup> Consolidation Code | js,   | Onder No.                       | <u> </u>                                |   | L   |
| 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  5293.20  100   | 202                | 6.30             | 219                                     | 5/1)                                  |  |           |                                  |       | NSL #                           | 4222                                    |   |   |
| OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION  5293.20  7 OPERATOR CERTIFICATION I have been of the best of an information contained herein, is true and conclusion to the best of an information contained herein, is true and conclusion to the best of an information contained herein, is true and conclusion to the best of an information contained herein, is significant.  Significant Printed Name  Mike L. Mankin Printed Name  Right-Of-Way Agent Title  U. 7 - 9 O Date  18 SURVEYOR CERTIFICATION I hereby certify that the well licetion around no this plane or under my supervision and that the same is true and correct to the best of my belief.   |                    | t -              |   |                                       | O TUTO COUR  | CTTO      | L INITI ALI                      | TNITE |                                 |   | ENI CON                                 | EOL TRATER  |
| 1 Per production contained herein is true and conclusion contained herein is true and conclusion to the best of any knowledge and belief true and conclusion to the best of any knowledge and belief true and conclusion to the best of any knowledge and belief true and conclusion to the best of any knowledge and belief true and conclusion to the best of any knowledge and belief true and conclusion to the best of any knowledge and belief true and true and conclusion to the best of any knowledge and belief true and conclusion that the some is true and conclusion that the some is true and concept to the best of any belief.  | NO ALLOWABL        | OF WILL B        | B A NON-                                | -STAND                                | U THIS COMPL<br>NARD UNIT HA   | S BEE     | N APPROVED E                     | BY TH | HESIS H                         | AVE BE                                  | EN CON                                  | SOL IDA LED   |
| I have been contained herein is true and conclusive to the best of ay knowledge and balled true and conclusive true true and conclusive true and conclusive true and conclusive true tru | 16                 |                  | *************************************** | 5202                                  | 30.  |           |                                  |       | 17 OPER                         | ATOR                                    | CERTI                                   | FICATION  |
| Signature  Mike L. Mankin  Printed Name  Right-Of-Way Agent  Title  Gold One  Bull 1 State  Surveyor Certification  I hereby certify that the will location survey above by hat or under my supervision, and that the same is true and correct to the best of my belief.   |                    |                  | /A                                      | 2293                                  | . 20   | 1         |                                  | -     |                                 |   |   |   |
| Signature  Mike L. Mankin  Printed Name  Right-Of-Way Agent  Title  U-7-99  Date  B SURVEYOR CERTIFICATION  I hereby certify the well location story or mote by the or or order my supervision and that the well so at the same is true and or order my supervision and that the same is true and order to the best of my belief.  | 0<br>6             | i                | 30                                      | 畫                                     |  | 1         |                                  |       |                                 |   |   |   |
| Signature  Mike L. Mankin  Printed Name  Right-Of-Way Agent  Title  U-7-99  Date  18 SURVEYOR CERTIFICATION  I hereby cartify that the well location shown on this plat was plotted for soper vision and that the same is true and correct to the best of my belief.   | Ē ·                |                  | 7"3                                     | i ė                                   | 2  | _         | 1                                |       |                                 |   |   |   |
| Mike L. Mankin  Printed Name  Right-Of-Way Agent  Title  Q-7-99  Date  18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys nade by me or correct to the best of my belief.   |                    |                  | )                                       | $\bar{\omega}$                        | العبيدية المستريدية المستريدية المستريدية المستريدية المستريدية المستريدية المستريدية المستريدية المستريدية ال | 1         |                                  | 8     | j                               | ſ                                       |   | $I^{n}$   |
| Mike L. Mankin  Printed Name  Right-Of-Way Agent  Title  Q-7-99  Date  18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys nade by me or correct to the best of my belief.   | <del>e-1</del>     | ·                |   | - <u> </u>                            |  |           |                                  |       |                                 | 1                                       | 1                                       |   |
| Mike L. Mankin  Printed Name  Right-Of-Way Agent  Title  Q-7-99  Date  18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys nade by me or correct to the best of my belief.   |                    |                  |   | <del></del>                           |  | 12 M      | 州越州                              |       | Med                             | - 7 4                                   | Man.                                    | <u> </u>  |
| Printed Name  Right-Of-Way Agent  Title  U-7-99  Date  Surveyor Certification I hereby certify that the well location show on this plat was plotted from fisied rotes of actual surveys made by me or other my supervision and that the same is true and correct to the best of my belief.   |                    | 1                | 1                                       | Ē                                     | の間の  | 国         | a di M                           |       |                                 |   |   |   |
| Right-Of-Way Agent Title  Onto 3  Right-Of-Way Agent  Title  U-7-99  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 correct to the best of my belief.   |                    |                  |   | =                                     |  | 4 0       | 1999                             | 0     |                                 |   | Mank i                                  | <u>n</u>  |
| Date    SURVEYOR CERTIFICATION   |                    | 5'               |   | Ĭ                                     | [][] '']   | L 1 N     | -55.07                           |       | •                               |   | lal => x                                | Agont   |
| Date    SURVEYOR CERTIFICATION   | Ŭ.                 |                  |   | =                                     | /  | 300       | u Dilino                         | 90    |                                 | 10-01                                   | - NOY                                   | Agent   |
| Date    SURVEYOR CERTIFICATION   | 7                  |                  |   | =                                     | OUT (  | COM       | 13<br>13                         |       | 4                               | .7.                                     | -99                                     | l   |
| I hereby certify that the well location shown on this plat was plotted from fision dots of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.   | 5                  | 1                |   | į                                     | ·  | 15)135/1  | 10 0                             |       | Date                            |   |   |   |
| was plotted from field rotes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.  |                    | —   <del>-</del> |   | 1                                     | <del></del>  |           | ,                                |       |                                 |   |   |   |
|  |                    |                  |   | Ē                                     |  | į         |                                  |       | I hereby cent<br>was plotted fr | ify that the rom field not upervision a | well location tes of actual on that the | on shown on this plat<br>I surveys made by me<br>same is true and |
| 3,7<br>- FEBRUARY 23, 1999   | _ /                |                  |   | Ī                                     |  |           |                                  |       | correct to th                   | e best of my                            | belief.                                 |   |
| - FEBRUARY 23, 1999  | 35                 | l                |   | =                                     |  | ļ         |                                  | į     |                                 |   |   |   |
|  | - "                | i                |   | Ī                                     |  | 1         |                                  |       | FEB                             | RUARY                                   | 23.                                     | 1999  |
| Date of Survey   | 7.<br>7            |                  |   | <b>±</b>                              |  |           | 513                              | 9     | Date of                         | Survey                                  |   |   |
| (1) Signature and Seal of Professional Surveyor  | <u> </u>           | <del>- i</del>   |   | ‡                                     |  | 1,00      | ·                                | 13 -  | Signature and                   | Seal of Fo                              | EDI                                     | AGO.  |
| Date of Survey  Signature and Seal of Mexico  MEXICO  Signature and Seal of Mexico  Signature an | ក្ត<br>កា          |                  |   | Ī                                     | $V_{ij}$   |           |                                  | 92    |                                 | (JE)                                    | ME                                      | 70  |
| SS 13 IN STATE OF THE PARTY OF  |                    | l<br>I           |   | # # # # # # # # # # # # # # # # # # # |  |           | ., g-17312                       |       | /                               | W/W                                     | MICK/                                   | 2/8/  |
| 26857 E  | 12/01/             | İ                |   | Ī                                     | $\mathcal{C}$  | € :3 k    | . 4                              | l     | لأ ر                            | ₹ ( ž (                                 | 6857                                    | 91=1  |
| 2 68 5 7 0 B   | PRIK               |                  |   | Ī                                     |  | 1         |                                  | ل     | 1//                             | 歌                                       | S                                       | 718   )   |
|  |                    | i<br>I           |   | į                                     |  | 1.        | 1,413,473                        |       | [[00                            | Por Contraction                         |   | 1401  |
| 5291.88' Certificate Sumber 6857   |                    |                  |   | 5291                                  | . 88 '   |           |                                  | _/    | Certifica                       | ace AMU                                 | Section of                              | Mr. 9821  |





## NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

March 2, 1999

Conoco, Inc. 10 Desta Drive – Suite 100 W Midland, Texas 79705-4500 Attention: Kay Maddox



Administrative Order NSL-4222

Dear Ms. Maddox:

Reference is made to your application dated February 25, 1999 for an exception to the well location requirements provided within the "Special Rules and Regulations for the Basin-Dakota Pool," as promulgated by New Mexico Oil Conservation Division ("Division") Order No. R-10987, for a non-standard Basin-Dakota infill gas well location in an existing standard 319.80-acre stand-up gas spacing and proration unit for the Basin-Dakota Pool comprising Lots 3 and 4, the S/2 NW/4, and the SW/4 (W/2 equivalent) of Section 1, Township 27 North, Range 7 West, NMPM, Rio Arriba County, New Mexico. This unit is currently dedicated to Conoco, Inc.'s San Juan "28-7" Unit Well No. 126 (API No. 30-039-07161), located a standard gas well location 990 feet from the South line and 1040 feet from the West line (Unit M) of Section 1.

The application has been duly filed under the provisions of Division Rules 104.F and 605.B.

By the authority granted me under the provisions of Division Rule 104.F(2), the following described well to be drilled at an unorthodox infill gas well location in Section 1 is hereby approved:

San Juan "28-7" Unit Well No. 126-M 1730' FNL & 2165' FWL (Unit F).

Further, both of the aforementioned San Juan "28-7" Unit Well Nos. 126 and 126-M and existing gas spacing and proration unit will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely,

Lori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington



Mid-Continent Region Exploration/Production

February 25, 1999

Mr. Michael Stogner New Mexico Oil Conservation Division 2040 Pacheco Santa Fe. NM 87504

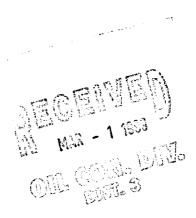
RE:

Application for Non-Standard location Basin Dakota Pool San Juan 28-7 Unit # 126M 1730' FNL & 2165' FWL Unit Ltr F, Section 1, T-28-N, R-7-W Rio Arriba, NM

R-10476-B, issued out of case No. 11815).

Dear Mr. Stogner,

Conoco Inc. 10 Desta Drive, Suite 100W Midland, TX 79705-4500 (915) 686-5400



Conoco, Inc plans to drill the above referenced well in 1999. The Basin Dakota pool rules state that this well must be 790' from the center section line. This well is staked 1730' FNL & 2165' FWL. This location places the well only 475' from the center half-section line thereby requiring this application for a non-standard location order. The referenced location is an open 160-acre Dakota infill drill site. In an effort to prevent waste and too effectively/efficiently develop and produce the 28-7 unit to its fullest potential, Conoco selected this location to serve two purposes. The location will serve to accommodate both a primary, 160 acre Dakota infill, and an 80 acre Mesaverde infill withdrawal point (per Order No. R-10987-A, issued out of case No. 12069). Topography, arch, and infrastructure also played a role in limiting our location selection. The ability to access both horizons in a single wellbore well reduce development costs and surface disturbance. Please note that the location is interior to the 28-7 unit, and does not

Conoco respectfully requests that a non-standard location for the Basin Dakota Pool be issued for the referenced well for the reasons cited above. If there are any further questions concerning this application, please feel free to call me at (915) 686-5798.

encroach on any unit boundaries. An application to downhole commingle (C-107A) Blanco Mesaverde and Basin Dakota will be filed concurrently (per Order No.

Sincerely.

Kay Maddox Regulatory Agent

Cc: OCD Aztec

# **R7W**

| OPENHOLE                   | *   |                  | 227<br>MV/D                | K<br>*        |           |    |
|----------------------------|---|------------------|----------------------------|---------------|-----------|----|
| 189 <sup>‡‡</sup><br>MV/DK | 226M<br>MV/DK                             |                  | 11 学<br>MV<br>OPENHOU      | E             |           | T  |
| 35                         |   | 36               | 6                          | FZO           | FIND      | 28 |
| 133M <b>∜</b><br>MV/DK     | 10 # NV OPENHOLE                          | 226<br>V/DK<br>幹 | ∯<br>227M<br>MV/DK         | 28-7          | 28-6      | N  |
| ##<br>129<br>DK<br>2       | 35A<br>MV*<br>128                         |                  | 183<br>DK<br>卒 考           | £<br>34<br>MV |           |    |
| 129E<br>DK **              | 35<br>MV<br>OPENHOLE<br>学<br>128<br>MV/DK | Xununu<br>Xununu | 183M<br>MV/DK<br>茶         |               |           | T  |
| 157<br>DK ❖                | 李<br>125M<br>MV/OK                        |                  | 12<br>0i<br>*              | 8             |           | 27 |
| 79<br>PC/MV<br>11          | 63<br>MV<br>(FT)<br>**                    | 12               | 52 辛<br>MV 辛               | 28-7 UNIT     | 28-6 UNIT | N  |
| 157M<br>MV/DK <sub>读</sub> | 举125                                      |                  | 128M <sup>W</sup><br>MV/DK | (4)           | (N        |    |

## SAN JUAN 28-7 UNIT RIO ARRIBA CO., NM

| NOTES   |  | CONOCO MIDLAND  |           |  |  |
|---|--|---|-----------|--|--|
| Conoco operates all wells in the 28-7 Unit, NSL is interior to the 28-7 Unit.   | DATE: 2/25/99  | CONOCO 28-7   |           |  |  |
| Map shows only Mesaverde and Dakota   | DRAWN BY: GLG  | MESAVERDE & DAKOTA  | PRODUCERS |  |  |
| wells. A Basin Dakota NSL is requested in order to accommodate both a primary 160 acre Dakota infill and an '80 acre' Mesaverde infill (per order No. R-10987-A out of case 12069). | CHECKED BY:  | San Juan 28-7 Unit # 126M Basin Dakota Non-Standard Locati        |           |  |  |
|   | APPROVED BY:   | API<br>STATE COUNTY WELL  | DRAWING   |  |  |
|   | SCALE: 1" = 2640'  | 30 \ 039 \  | 28-7_126  |  |  |
|   | STATE PLANE COORDINATES REFERRED TO<br>NAD27 — N.M. WEST<br>STATE PLANE COORDINATES<br>ZONE — 3003 | CONOCO INC. OFFICE<br>10 DESTA DRIVE WEST<br>MIDLAND, TEXAS 79705 |           |  |  |

District I PO Box 1980, Hobbs. NM 88241-1980 State of New Mexico Energy, Minerals & Natural Resources Department

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

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

Revised February 21, 1994 instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

| _ |                |        |
|---|----------------|--------|
|   | <b>AMENDED</b> | REPORT |

|                    |         |            | VE       | LL LO       | CATIO                               | N AND A      | .CR             | EAGE DEDI        | CATION PL  | AT  |  |               |  |
|--------------------|---------|------------|----------|-------------|-------------------------------------|--------------|-----------------|------------------|--|---|--|---------------|--|
| API Number         |         |            |          | 2 Poot      | Code                                |              |                 | 3 Pool Nan       |  |   |  |               |  |
|                    |         |            |          |             | 72319 / 71599 Blanco Mesaverde / Ba |              |                 |                  |  |   | asin Dakota  |               |  |
| 4 Property Code    |         |            |          |             | 5 Property Name                     |              |                 |                  |  |   | 6 Well Number  |               |  |
| 016608             |         |            |          |             | San Jua                             | n 28         | -7 Unit         |                  |  | 126M  |  |               |  |
| 7 OGRID No.        |         |            |          |             | -                                   |              | or Name         |                  |  | 9 E   | levation   |               |  |
| 005073 Conoc       |         |            | co Inc., | 10 Des      | a Drive, Ste                        | . 10         | 0W, Midland, T. | X 79705-4500     | )  |   | 6137'  |               |  |
|                    |         |            |          |             |                                     | 10 Surf      | ace             | Location         |  |   |  |               |  |
| UL or lating.      | Section | Townsh     | 11P      | Range       | Lot Idn                             | Feet from ti | 10              | North/South line | Feet from the  | East/We   | st line  | County        |  |
| F                  | 1       | 27N 7W     |          |             | W 1730                              |              |                 | North            | 2165   | l w   | est  | Rio Arriba    |  |
|                    |         |            |          | 11 Bo       | ttom H                              | ole Location | on I            | f Different Fro  | om Surface   | <u> </u>  |  | 1 100 111100  |  |
| Ut. or lat no.     | Section | Towns      | hip      | Range       | Lot Idn                             | Feet from th |                 | North/South line | Feet from the  | East/West line  |  | County        |  |
|                    |         |            |          |             | •                                   |              |                 |                  |  |   |  |               |  |
| 12 Dedicated Acres | 13 Jain | t or Infil | 14       | Consolidati | on Code 1                           | 5 Order No.  |                 |                  | <u> </u>   |   |  | - <del></del> |  |
| 320                |         |            |          |             |                                     |              |                 |                  |  |   |  |               |  |
| 214                | 5'      |            |          | 1730'       |                                     |              |                 |                  | Signature  Printed Nam  Title  Date  18 SUR  I hereby ceriwus plotted for under my | Kay  Kay  Regul:  Februa  VEYOF  Trify that the supervision | Maddo  Maddo  Matory As  Mary 25, 1  CER  CER  Cuell location  ces of actual, and that t | gent          |  |
|                    |         |            |          |             |                                     |              |                 |                  | Date of Surv   |   | helief.  |               |  |

Certificate Number

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

320

State of New Mexico Energy, Minerals & Natural Resources Department

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

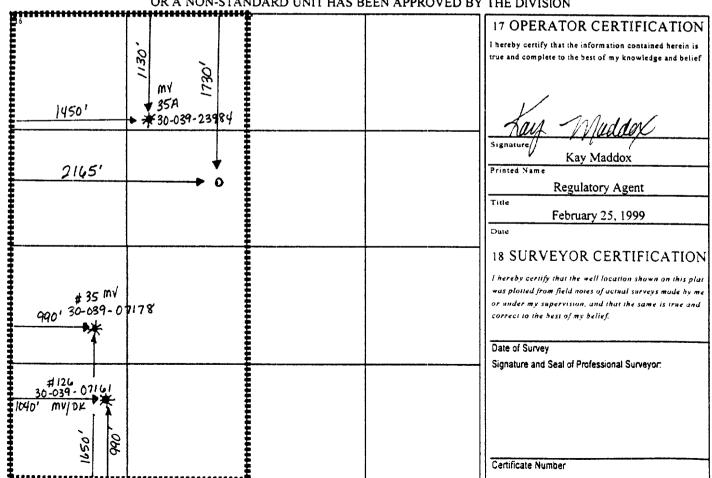
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe. NM 87504-2088 Revised February 21, 1994 instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

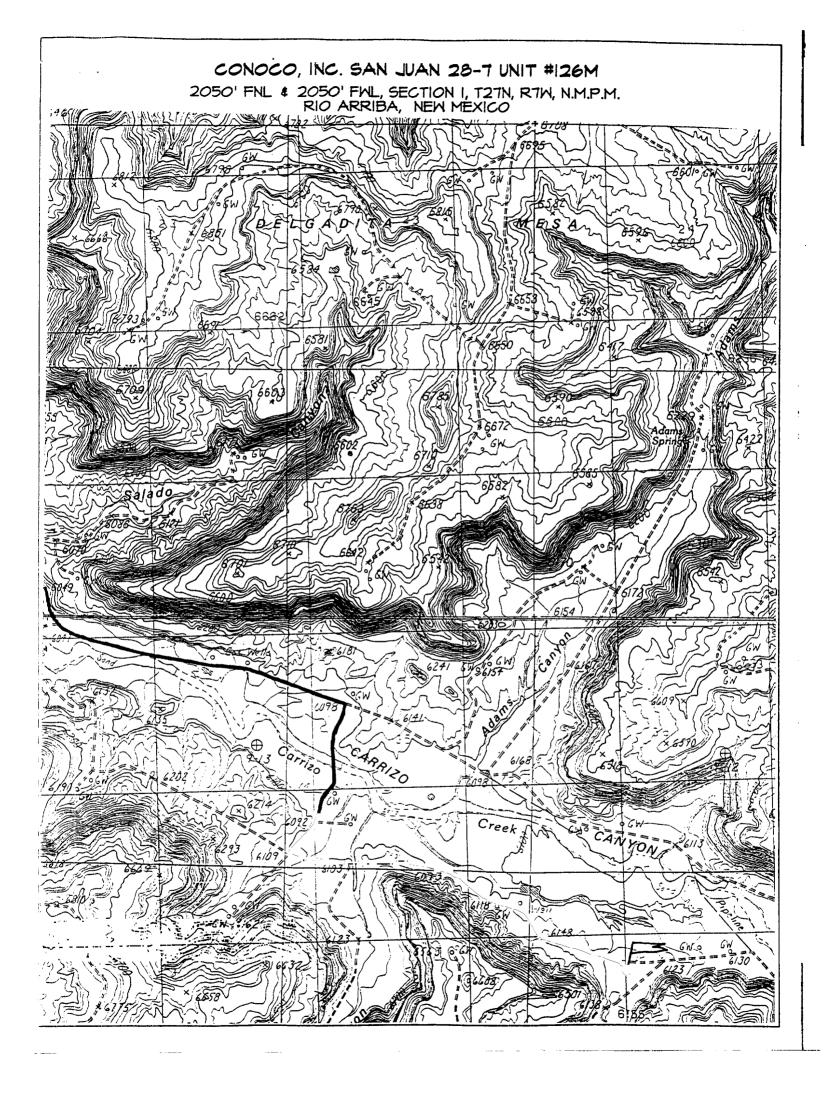
AMENDED REPORT

| API Number    |                              |          | 2 Pool Code 3 Pool Name                                    |                 |               |                                 |               |                |      |            |  |
|---------------|------------------------------|----------|--|-----------------|---------------|---------------------------------|---------------|----------------|------|------------|--|
|               |                              |          | 72319 / 71599  |                 |               | Blanco Mesaverde / Basin Dakota |               |                |      |            |  |
| 4 Property    | Code                         |          |  | 5 Property Name |               |                                 |               |                |      |            |  |
| 01660         | 016608 San Juan 28-7 Unit 12 |          |  |                 |               |                                 |               |                | 126M |            |  |
| 7 OGRID No    | ١,                           |          |  |                 |               | 9 Elevation                     |               |                |      |            |  |
| 00507         | 3                            | Cono     | co Inc., 10 Desta Drive, Ste. 100W, Midland, TX 79705-4500 |                 |               |                                 |               |                |      | 6137'      |  |
|               |                              |          |  |                 | 10 Surface    | Location                        |               |                |      |            |  |
| UL or lot no. | Section                      | Township | Range  | Lot Idn         | Feet from the | North/South line                | Feet from the | East/West      | line | County     |  |
| F             | 1                            | 27N      | 7W   |                 | 1730          | North                           | 2165          | Wes            | st   | Rio Arriba |  |
|               |                              |          | 11 Bo  | ttom Ho         | le Location I | f Different Fre                 | om Surface    |                |      | ***        |  |
| UL or lat na. | Section                      | Township | Range  | Lot Idn         | Feet from the | North/South line                | Feet from the | East/West line |      | County     |  |

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

R-10987 A





February 25, 1999

San Juan 28-7 Unit Well # 126M

Conoco, Inc is the sole operator of the 28-7 Unit. This well does not encroach on any outside unit boundary lines therefore there are no offset operators to be notified.