ar-15-2001 06:12am	From-CONOCO INC	ğ	115 686 650	3	T-400 P.0	102 F-800	
UNITED STATES DEPARTMENT OF THE INTERIOR					FORM APPROVED OMB NO. 1004-0136 Expires February 28, 1995		
L				5. LEASE D	SIGNATION AN	D SERIAL NO.	
BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR DEEPEN					SF-078498		
APPLICA:	HON FOR FERINI	I TO DITTLE OTT DELL	<u> </u>	6. IF INDIA	N, ALLOTTEE OR	TRIBE NAME	
DRILL OF DEEPEN				7. UNIT AG	7. UNIT AGRÉEMENT NAME		
TYPE OF WELL				A	San Juan 28-7		
OIL WELL GAS WELL. OTHER SINGLE ZONE			MULTIPLE ZONE		8. FARM OR LEASE NAME WELL NO.		
NAME OF OPERATOR					#228M		
Conoco Inc. ADDRESS AND TELEPHONE NO.					9. APT WELL NO. 30-039-26686		
10 Desta Drive, Suite 649W, Midland, TX 79705; 915/686-5565					10. FIELD AND POOL, OR WILDCAT		
LOCATION OF WELL (Report location clearly and in accordance with any State requirements*) At surface 1805' FNL & 1850' FWL					Blanco Mesaverde / Basin Dakota		
At proposed prod. Zone 1805' FNL & 1850' FWL					JI. SEC., T., R., M., OR BI.K. AND SURVEY OR AREA Sec. 8, T27N, R7W		
DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*					OR PARISH	13. STATE	
					iba	NM	
SADISTANCE PROM PROPOSED*				17. NO. OF ACRES A	O, OF ACRES ASSIGNED		
LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT (Also to nearest drig. Unit line, if an	.v)	Federal Unit		TO THIS WELL	W/320		
8. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.		19. PROPOSED DEPTH 7862' - Revise	20. ROTARY OR CABL		Rotary		
LELEVATIONS (Show whether D	F, AT, GR, etc.) 6841'~		22.APPROX		DATE WORK WILL START* 5/1/01		
		D CARING AND CEMENT	CINC DRO	CDAM	3/1/01		
		ED CASING AND CEMENT		IG DEPTH	OLIANI	TITY OF CEMENT	
SIZE OF HOLE	GRADE, SIZE OF CASIN J-55; 9 5/8"	36#		285'	141 sxs, circ.		
12 1/4" 8 3/4"	J-55; 7"	20#	3850'		613 sxs, circ.		
6 1/4"	J-55, 4 1/2"	10.5#	7844'7862'			, T.O.C. @ 3750'_	
NMOCD. An NOS was 1. Well Location & A	as filed 1/17/01. The we creage Dedication Plat (Blanco Mesaverde and Basin II will be drilled and equippe	Dakota pod accordin	pols. DHC wi	ll be filed wing additio	vith the BLM and value v	
2. Proposed Well Plan	i Outline.	1 the	tion				
 Cementing Plan. Blowout Preventer 	Hookun	APR	200.				
5. Surface Use Plan.	Hookup.						
6. Production Facility	Layout.	to one					

This application includes ROW for the well pad, access road, cathodic protection system and pipeline.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

25.

DATE 3/14/01 TITLE Sr. Right-of-Way Agent (This space for Federal or State office Use) APPROVAL DATE Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations theron. CONDITIONS OF APPROVAL, IF ANY: /s/ Lee Otteni DATE _ APPROVED BY TITLE .

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crive 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.

District I PO 3ox 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

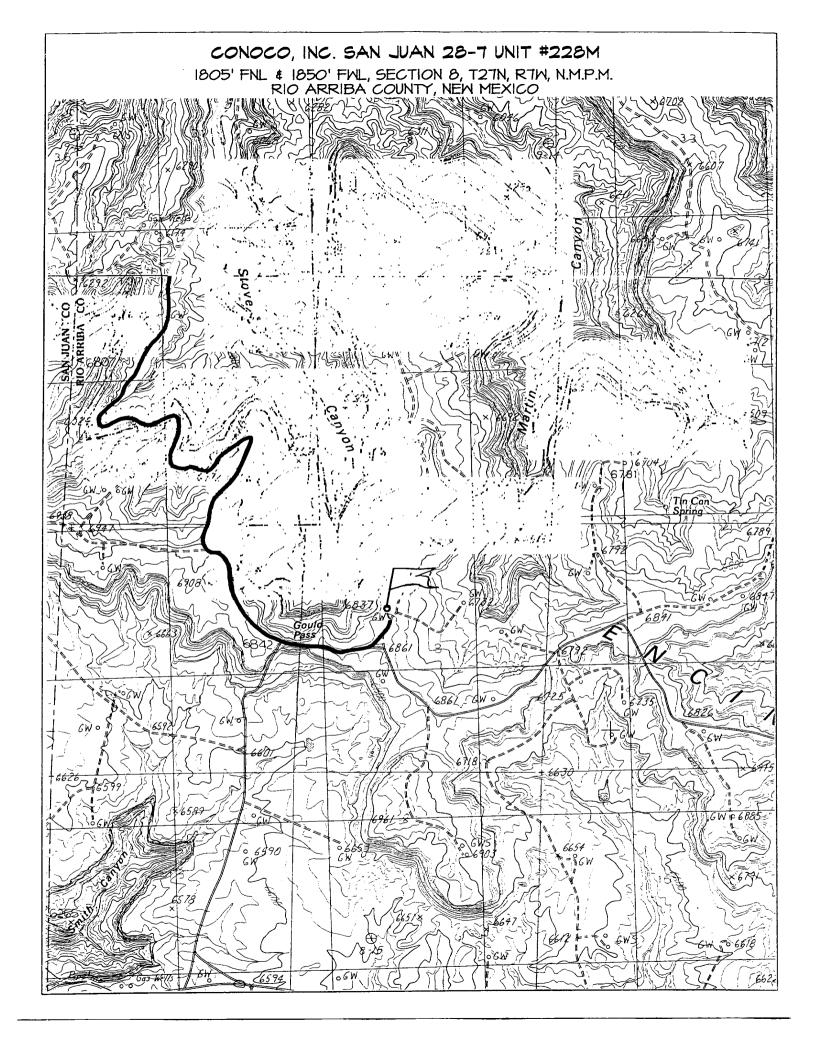
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

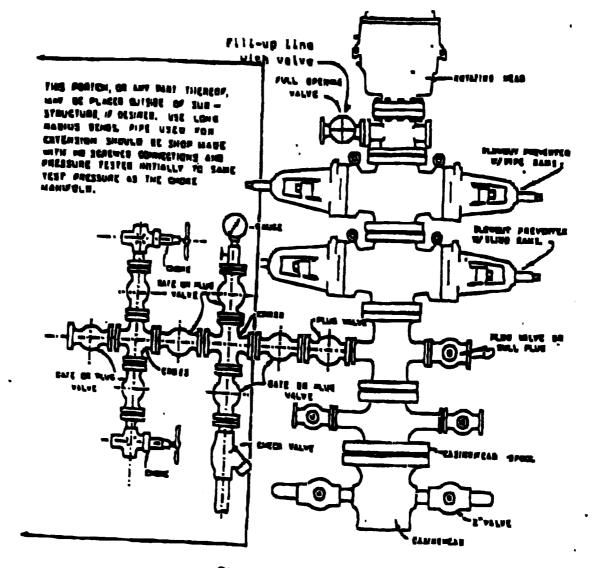
Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

___ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

	Name						
36-039-26686 72319 / 71599 BLANCO MESAVERI	BLANCO MESAVERDE / BASIN DAKOTA						
'Property Code Property Name							
016608 SAN JUAN 28-7 UNIT	SAN JUAN 28-7 UNIT 228M						
'OGRID No. *Operator Name	*Elevation						
005073 CONOCO, INC.	6841 `						
¹⁰ Surface Location							
U. or lot no. Section Township Range Lot Idn Feet from the North/South line Feet f							
F 8 27N 7W 1805 NORTH 18	50 WEST RIO ARRIBA						
¹¹ Bottom Hole Location If Different From Surface							
UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet f							
	r No.						
320 Acres (W/2)							
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							
5276.70	OPERATOR CERTIFICATION						
	mereby certify that the information contained herein is e and complete to the best of my knowledge and belief						
1908 1908							
<u> </u>	,						
	Lo an Loh						
3001	gnature						
1850' APR 2001	JoAnn Johnson						
I850' APR 200 P	inted Name						
	Sr. Property Analyst						
	tle						
5F-078498 8	12-28-66						
	te						
'	SURVEYOR CERTIFICATION ereby certify that the well location shown on this plat						
	plotted from field notes of actual surveys made by me under my supervision, and that the same is true and sect to the best of my belief.						
	ect to the dest or my deliger.						
87	ECEMBER 15, 2000						
	te of Survey						
Su	ature and Seal of Confest Dilly ever						
	te of Survey ature and sea of GueEDW						
	2 (6857)						
1	fact Set						
5294.52'	tificate Manages 6857						





BLOWOUT PREVENTER HOOKUP

Drilling contractors used in the San Juan Basing supply 3000 psi equipment, but cannot provide annular preventors because of substructure limitations. Maximum anticipated surface pressures for this well will not exceed the working pressure of the proposed BOP Please see the attached BoP diagram details 2000 pai equipment according to Onshore Order No. 2 even though the equipment will test to Jood psi. The 2000 psi system allows delation of the annular preventor and fulfills your requirements (note diagram No. 1). In addition, the following equipment will comprise the 2000 psi system:

- Two rams with one blind and one pipe ram. 2.
- Kill line (2 inch maximum). One kill line valve. 3,
- One choke line valve. 4. 5,
- Two chokes (reference diagram No. 1). 6.
- Upper kelly cock valve with handle. 7.
- Safety valve and subs to fit all drill strings in use. 8. Two-inch minimum choke line.
- 9,
- Pressure gauge on choke manifold. 10.
- Fill-up line above the upper most preventor. 11.