Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUDGALLOGI AND MANAGEMENT

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

5. Lease Serial No.

	BUREAU OF EARD IN	MANAGEMENT	NMSF079290 /	
	APPLICATION FOR PERMIT	TO DRILL OR REENTER	6. If Indian, Allottee or Tribe	Name
	1a. Type of Work: ☑ DRILL ☐ REENTER	007 2002	7. If Unit or CA Agreement, N	Name and No.
	1b. Type of Well: ☐ Oil Well ☐ Oth	ner Single Zone Multiple Zone	8. Lease Name and Well No. SAN JUAN 28-7 UNIT 16	64M /
/ /	2. Name of Operator CONOCO INC	VICKI WESTBY E-Mail: Vicki.R. Westby@conoco.com	9. API Well No. 30-039-27	026
/	3a. Address PO BOX 2197, DU 3084 HOUSTON, TX 77252-2197	3b. Phone No. (No.) (100 area code) Ph: 915.686.5799 Ext 5799	10. Field and Pool, or Explora BLANCO MESAVERD	atory DE 10K
	4. Location of Well (Report location clearly and in accorded	ance with any State requirements.*)	11. Sec., T., R., M., or Blk. ar	nd Survey or Area
	At surface SENE 2300FNL 1070FEL At proposed prod. zone	ENTERED AFMSS	H Sec 13 T28N R7W Me	er NMP
	14. Distance in miles and direction from nearest town or post		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 Lease BY	17. Spacing Unit dedicated to 320.00	this well
$\overline{}$	18. Distance from proposed location to nearest well, drilling,	19. Proposed Depth	20. BLM/BIA Bond No. on fi	ile
•	completed, applied for, on this lease, ft.	7977 MD	ES0085	
	21. Elevations (Show whether DF, KB, RT, GL, etc. 6709 GL	22. Approximate date work will start DRILL	23. Estimated duration ING OPERATIONS AUTHORIZED	ARE
	This action is subject to technical and procedural review pursuant to 43 CFR 3165 3 and appeal pursuant to 43 CFR 3165 4	SUBJ	ECT TO COMPLIANCE WITH ATT ERAL REQUIREMENTS".	ACHED
	The following, completed in accordance with the requirements	of Onshore Oil and Gas Order No. 1, shall be attached to	this form:	
	Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest Sys SUPO shall be filed with the appropriate Forest Service Of	Item 20 above). Stem Lands, the 5. Operator certification	ons unless covered by an existing formation and/or plans as may b	•
	25. Signature (Electronic Submission)	Name (Printed/Typed) VICKI WESTBY		Date 06/03/2002

Title

Name (Printed/Typed)

AUTHORIZED SIGNATURE

Approved by (Signate David J. Mankiewicz Title Office

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Conditions of approval, if any, are attached.

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.

Additional Operator Remarks (see next page)

Electronic Submission #11687 verified by the BLM Well Information System
For CONOCO INC, sent to the Farmington
Committed to AFMSS for processing by Lucy Bee on 06/06/2002 (02LXB0946AE)

** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ** REVISED **

OCT 1 6 2002

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

District II PO Drawer DD, Antesia, 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

propriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

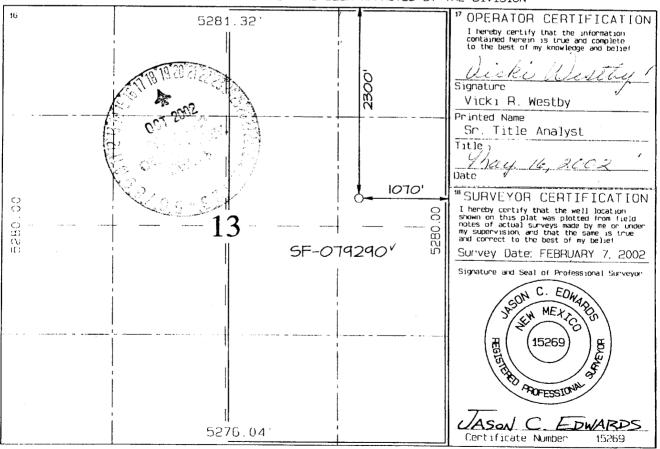
AMENDED REPORT

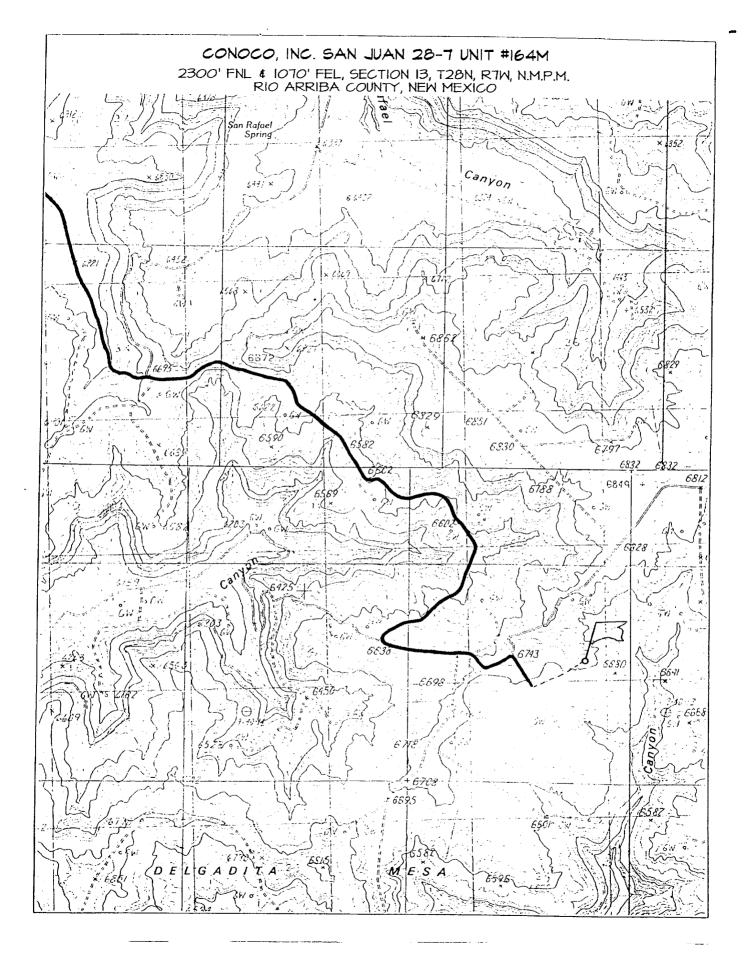
WELL LOCATION AND ACREAGE DEDICATION PLAT

30-039-27026	^{'Pool Code} 72319 / 71599	POOL Name BLANCO MESAVERDE / BASIN DAKOTA
*Property Code 015508		Derty Name Well Number N 28-7 UNIT 164M
'0GR10 No. 005073		rator Name Elevation CO, INC. 6709

¹⁰ Surface Location Feet from the / UL or lot no Section. Lot Idn North/South line Feet from the East/West line RIO Н 13 28N 7W 2300 NORTH 1070 EAST ARRIBA ¹¹Bottom Hole Location If Different From Surface Ut or lot no. Section Township Lot Idn Feet from the North/South line Feet from the East/West line County 12 Dedicated Acres 13 Jaint or Infill 14 Consolidation Code 320.0 Acres - (E/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





PROJECT PROPOSAL - Completion



SAN JUAN 28-7 164M

(Not Asigned) San Juan Business Unit

Lease:

AFE #:

AFE \$:

Field Name: EAST 28-7

Rig:

Prod. Engineer

State: NM

API #: Phone:

Geoscientist: Res. Engineer: Phone Phone

Proj. Field Lead

Phone:

Primary Objective (Zones):

Zone	Zone Name
FRR	BASIN DAKOTA (PRORATED GAS)
RON	BLANCO MESAVERDE (PRORATED GAS)

Location: Surface

Latitude: 36.66

Longitude: -107.52

Section: 13

County: RIO ARRIBA

Abstract: 7W

Footage X: 1070 FEL Footage Y:

2300 FNL

Elevation: 6709

(FT) Survey: 28N

Tolerance

Location Type:

Start Date (Est.)

Completion Date:

Date In Operation:

Formation Data Assume KB Formation Call &

6722 Units = FT

Depth SS Depletion BHP

	Casing Points	(TVD in Ft)	(Ft)	(Yes/No)	(PSIG)	BHT	Remarks			
•	Surface Casing	200	6522				Severe lost circulation is possible. 12 1/4" Hole. 9 5/8", 36 ppf, J-55, STC casing. Circulate cement to surface.			
	OJAM	2592	4130				Possible water flows			
	KRLD	2742	3980							
	FRLD	3222	3500				Possible gas			
	PCCF	3472	3250							
	LEWS	3672	3050							
•	Intermediate Casing	3772	2950				8 3/4" Hole. 7", 20 ppf, J-55, STC Casing. Circulate cement to surface.			
	CHRA	4422	2300							
	CLFH	5142	1580		1300		Gas; possibly wet			
	MENF	5317	1405				Gas			
	PTLK	5647	1075				Gas			
•	MNCS	5947	775							
•	GLLP	6922	-200							
	GRHN	7627	-905				Gas possible, highly fractured			
Re	TWLS	7722					Gas			
Ir	CBBO Well Na	me 7847	7847 -1125		Comments		- Gas			
	Total Depth	7977	-1255		3000		6 1/4" Hole. 4 1/2", 10.5 ppf, J-55, STC casing. Circulate cement a minimum of 100' inside the previous casing string. No open hole logs. Cased hole TDT with GR to surface.			

Production: Well Name

Comments

Printed on: 5/29/02 11:28:34 AM



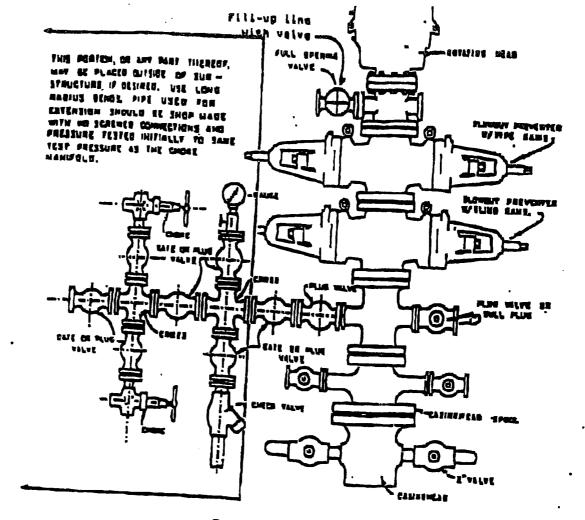
Cementing Summary

San Juan 28-7 164M (v1.0)

	Depth	Excess	i	•		
9-5/8* Casing 9-5/8*	9	100%	Class 'H' Cement Flocele (if req'd) CaCl2 Defoamer (if req'd)	134.6 sx 0.25 lb/sk 2.0% bwoc-db 0.05 gal/bbl	Slurry Volume Slurry Density Slurry Yield Mix Fluid	142.6 cu ft 25.4 bbl 16.4 ppg 1.06 cu ft/sk 4.33 gal/sk
	d Cement o of Tail 3,272	150%	Blend Class 'H' Cement San Juan Poz Econolite CaCl2 CFR-3 HR-5 Silicalite-blended Flocele Defoamer (if req'd)	419.75 sx 84 lb/sk lb/sk 3.0% bwob bwob bwob 10 lb/sk 0.5 lb/sk 0.05 gal/bbl	Slurry Volume Slurry Density Slurry Yield Mix Fluid	1187.9 cu ft 211.6 bbl 11.4 ppg 2.83 cu ft/sk 17.29 gal/sk
7" Tail	Cement OC 2,772	150%	Blend Class 'H' Cement San Juan Poz Econolite CaCl2 CFR-3 HR-5 Silicalite-blended Flocele Gilsonite Defoamer (if req'd)	173.96 sx 100% bwob lb/sk bwob 1.00% bwob bwob bwob 0.25 lb/sk lb/sk 0.05 gal/bbl	Slurry Volume Slurry Density Slurry Yield Mix Fluid	207.0 cu ft 36.9 bbl 15.6 ppg 1.19 cu ft/sk 5.2 gal/sk
7* Cas	•	150%				
4.5* C	ement	50%	Blend Class 'H' Cement San Juan Poz Bentonite Halad-344 CFR-3 HR-5 Silicalite-blended Flocele Defoamer (if req'd)	449.98 sx 47 lb/sk 24 lb/sk 3.00% bwob 0.40% bwoc 0.20% bwoc 0.10% bwoc 20 lb/sk 0.25 lb/sk 0.05 gal/bbl	Slurry Volume Slurry Density Slurry Yield Mix Fluid	765.0 cu ft 136.2 bbl 12.8 ppg 1.70 cu ft/sk 8.26 gal/sk
4-1/2" Produc	Casing 7,977 ction	50%				

ОН

Note: Conoco to verify casing depths.



BLOWOUT PREVENTER HOOKUP

Drilling contractors used in the San Juan Basing supply 2000 pai squipment, 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 system. Please see the attached Bop diagram details 2000 pel 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.
- Mill line (2 inch maximum). 3.
- One kill line valve.
- One choke line valve. 5,
- Two chokes (reference diagram No. 1). Upper kelly cock valva with handle. 6,
- 7.
- Safety valve and subs to fit all drill strings in use. 8. Two-inch minimum choke line.
- 9.
- Prassure gauge on choke manifold. 10.
- Fill-up line above the upper most praventor. Rotating head. 11.

Cathodic Protection System Description

Anode Bed Type	Deep Well					
Hole Size	8					
Hole Depth	200 200.	As required to place anodes below moisture an				
Surface Casing .	8" Diam., ≥ 20' Length. Cemented In Annular Space	When needed, casing will be installed at an adequate depth to control ground water flow. Casing will extend a minimum of 2' above grade, be surrounded by a concrete pad, and sealed with a PVC cap. Steel casing will be substituted when boulders are ancountered,				
Vent Pipe	1° Diam, PVC	Vent pipe will extend from bottom of hole, through top of casing cap, and smaled with a 1" perforated PVC cap.				
Type Of Anodes	Cast Iron Or Graphite					
Number Of Anodes	ë - 20	Sufficient quantity to achieve a total anode bed resistance of <1 ohm and a design life ≥ 20 years.				
Anode Bed Backfill	Loresco SW Calcined Petroleum Coke Bracze	Installed from bottom of hole to 10' above top anode.				
Anode Junction Box	8 - 20 Circuit Fiberglass Or Metal	Sealed to prevent insect & radent intrusion. Sealed to prevent insect & radent intrusion.				
Current Splitter Box	2 - 5 Circuit Metal					
DC / AC Cable	DC: #2, #4, #8, #8 Stranded Copper (One Size Or-Any Combination Of) With High Molecular Weight Polyethylene (HMWPE) Insulation. AC: #8 Stranded Copper HMWPE	18° depth in typical situation, 24° depth in roadway, & 36° depth in arroyo's and streams. EXCEPTION: If trenching is in extremely hard substratum, depth will be 6 - 12° with cable installed in conduit. Installed above foreign pipelines if 1° clearance is available, if not, installed under foreign pipeline with 1° clearance (AC cable always installed under foreign pipeline in conduit).				
Power Source	1) Rectifler 2) Solar Power Unit 3) Thermoelectric Generator	Choics of power source depending on availability of AC & other aconomic factors.				
External Painting	Color to be selected according to BLM specifications.	Paint applied to any surface equipment associated with the CP system which can reasonably be painted.				

. /				
Submit 3 Copies To Appropriate District Office	State of New Mexic			Form C-103
District I	Energy, Minerals and Natural	Resources	WELL API NO.	Revised March 25, 1999
1625 N. French Dr., Hobbs, NM 87240 District II	077 0017977777		WELL AFTINO.	30-039-27026
811 South First, Artesia, NM 87210	OIL CONSERVATION D		5. Indicate Type o	f Lease
District III 1000 Rio Brazos Rd., Aztec, NM 87410	2040 South Pacheco		STATE [FEE 🗆
District IV 2040 South Pacheco, Santa Fe, NM 87505	Santa Fe, NM 8750	5	6. State Oil & Ga	as Lease No.
SUNDRY NOTICES	S AND REPORTS ON WELLS	-	7 Lease Name or	Unti Agreement Name
(DO NOT USE THIS FORM FOR PROPOSALS DIFFERENT RESERVOIR. USE "APPLICATION PROPOSALS.) 1. Type of Well:	S TO DRILL OR TO DEEPEN OR PLU	JG BACK TO A	SAN JUAN 28-7	
Oil Well Gas Well X	Other			
2. Name of Operator CONOCO, INC			8. Well No. 164	M
3. Address of Operator P.O. BOX 21		7252	9. Pool name or W	/ildcat
			BLANCO MESA	<u>VERDE / BASIN DAKO</u> T
4. Well Location				
Unit Letter H : 230	60 feet from the NORTH	line and <u>107</u>	feet fron	the <u>EAST</u> line
Gardan 12 *	T1: 20N D		NIMONA	County DIO ADDIDA
Section 13	Township 28N Ra 0. Elevation (Show whether DR,	nge 7W RKB, RT, GR, etc.)	NMPM	County RIO ARRIBA
	6709			
	copriate Box to Indicate Na			
NOTICE OF INTE	-	SUE REMEDIAL WOR	SEQUENT REF	
PERFORM REMEDIAL WORK F	LUG AND ABANDON	REWEDIAL WOR	и х 🗀	ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DR	ILLING OPNS. 🗌	PLUG AND
	MULTIPLE COMPLETION	CASING TEST A	ND	ABANDONMENT
OTHER: DHC	[X]	OTHER:		
12. Describe proposed or completed of starting and proposed work). SI or recompletion. In reference to Order #R-11363 Conoc	pperations. (Clearly state all pert EE RULE 1103. For Multiple C	ompletions: Attach	diagram of proposed	completion
Proposed perforations are:				
Blanco Mesaverde 5142' - 5947' Basin Dakota 7722' - 7977'			45	6789
Allocation will be by test				10 V 200
Commingling in this well will not redu	ice the value of the remaining pr	roduction.		
BLM has been notified of our intent.				
In reference to Order #R-10476-B inte	erest owners were not notified.	1	The state of the s	and the second
DHC 980 A	ス	**		
I hereby certify that the information al	pove is true and complete to the	best of my knowled	lge and belief.	
SIGNATURE / Wional	Mulle TITLE	REGULATORY A	NALYST	DATE 11/06/2002
Type or print name DEBORAH MAR	BERRY		Tele	phone No. (832)486-2326
(This space for State use)				NOV - 8 2002
Original Stange by ST	EVEN N. HAYDEN	DEFOIT OF E SAS	liant Deimil ain.	
APPROVED BY	TITLE_			DATE

District I 1625 N. French Dr., Hobbs, NM 88240

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

District II				رن	<i>'</i>					11011000	114gust 15, 2000	
811 South First, Ar District III 1000 Rio Brazos R District IV		OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505					bmit to A	State	te District Office Lease - 4 Copies Lease - 3 Copies			
2040 South Pachec	o, Santa Fe, 1	NM 87505							Г	_ AM	ENDED REPORT	
			WELL	LOCA	TIC	N AND AC	REAGE DEDI	CATION PL	.AT └	Aivii	ENDED REPOR	
1	API Numbe	r			l Cod			³ Pool Na				
30-039-270	72	319		BL	ANCO MESAVE	RDE						
4 Property	Code					5 Property	Name			6 7	Vell Number	
016608		SAN.	JUAN 28-	28-7 UNIT							164 PM	
⁷ OGRID	No.			Operator Name						, Elevation		
005073		CON	OCO, INC	· ·					6709			
		_				¹⁰ Surface	Location					
UL or lot no.	Section	Townsh	ip Ra	ige L	ot Idn	Feet from the	North/South line	Feet from the	Eas	t/West line	County	
H	13	28N	7W	ľ		2300	NORTH	1070	EAST	į	RIO ARRIBA	
	•		1:	Botton	n Ho	ole Location I	f Different From	Surface				
UL or lot no. Section Township Ran				ige L	ot Idn	Feet from the	North/South line	Feet from the	Eas	t/West line	County	
Į									·			
12 Dedicated Acre	s 13 Joint o	r Infill	14 Consolidat	on Code	15 O1	rder No.	·	·				
320 E/2	I		U								İ	
	!		<u></u> .		Ь							
NO ALLO	WABLE	will.	BE ASSIC	NED T	ОТІ	HIS COMPLET	TION LINTIL ALI	INTERESTS	HAVEE	EEN C	MCOLIDATED	

UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION 16 ¹⁷OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and **DEBORAH MARBERRY REGULATORY ANALYST** 11/06/2002 Date 10201 18SURVEYOR CERTIFICATION I hereby certify 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. Date of Survey Signature and Seal of Professional Surveyor: Certificate Number

District I 1625 N. French Dr., Hobbs, NM 88240

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

District II 811 South First, Artesia, NM 88210

OIL CONSERVATION DIVISION

Submit to Appropriate District Office

000 Rio Brazos R						th Pacheco NM 87505			State Fee	Lease - 4 Copies Lease - 3 Copies
040 South Pachec), Santa Fe, I		WELL LO	OCATIO	N AND A	CREAGE DED	OICATION PI	AT	AME	ENDED REPORT
	API Numbe	er		² Pool Code		OTEL TOP DEP	3 Pool Na			
30-039-270			71599	9		ASIN DAKOTA				
⁴ Property Code ⁵ Property Name 016608 SAN JUAN 28-7 UNIT								I		Veil Number
7 OGRID	No.	SANJU	AN 28-7 C	INII	* Operate	au Nama			164 Y	
005073	10.	CONOC	O DIC		* Operati	or Name				Elevation
		CONOC	O, INC.		10 Cymfo o	o I continu			6709	
L or lot no.	Section	Township	Range	Lot Idn		e Location he North/South lir	pal Protection		A	
I	13	28N	- 1	Lot Iui					/West line	County
L		20IN	7W		2300	NORTH	1070	EAST		RIO ARRIBA
I am lat ma	C41	I TO				If Different Fro				
L or lot no.	Section	Township	Range	Lot Idn	Feet from the	he North/South lir	e Feet from the	East	/West line	County
Dadinasia A		7 89						<u>.</u>		
Dedicated Acres	13 Joint of	F 10110 14 (Consolidation	Code 15 Or	rder No.					
20 E/2	I	U	J							
			NON-STA	NDARD	UNIT HAS E	ETION UNTIL AI BEEN APPROVE	I Printed Name REGULA Title 11/06/200	AH MARE	R CERT e informati e best of n BERRY NALYS	TIFICATION fon contained herein my knowledge and for the second s
							I hereby ce. was plotted me or unde and correct	rtify that the ! from field n r my supervi t to the best	well loca notes of ac ision, and of my beli	
	1			E .		1	Certificate Nun	ober		