Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

5. Lease Serial No.

FORM APPROVED OMB No. 1004-0135 Expires November 30, 2000

NMSF 077092B

SUNDRY NOTICES AND REPORTS ON WELLS this form for proposals to drill or to re-enter an

Do not use the	is form for proposals to d ell. Use Form 3160-3 (API	Irill or to re-enter a D) for such propos	n als.	6. If India	an, Allottee or Tribe Name	
	PLICATE - Other instru			7. If Unit	or CA/Agreement, Name and/or No.	_
Type of Well Oil Well	Othor	-			lame and No.	_
2. Name of Operator	Other			2B 9. API We	all Ma	_
CONOCO, ÎNC.		3b. Phone No. (incl	ude area code)	30-045-3		
3a. Address P.O. BOX 2197 DU 3084F	HOUSTONTX77252	(281)293-1005		10. Field a	and Pool, or Exploratory Area O MESAVERDE, AZTEC PI	CTL
4. Location of Well (Footage, Sec B, SEC.11 T29N R10W	c., T., R., M., or Survey Description	on)			y or Parish, State	_
660' FNL & 2050' FEL				NEW M		_
12. CHECK AP	PROPRIATE BOX(ES) To	O INDICATE NAT	URE OF NOTICE, R	EPORT, O	OR OTHER DATA	
TYPE OF SUBMISSION		Τ	TYPE OF ACTION			
Notice of Intent ■ Notice of Intent Notice of Inten	Acidize Alter Casing	☐ Deepen ☐ Fracture Treat	Production (Start	/ Resume)	□ Water Shut-Off□ Well Integrity	
☐ Subsequent Report	Casing Repair	New Construction Plug and Abandon		ndon	☑ Other DHC	_
Final Abandonment Notice	☐ Change Plans ☐ Convert to Injection	☐ Plug and Abandon ☐ Plug Back	☐ Water Disposal			_
determined that the site is read; Conoco proposes to down	nhole commingle this wel	I in the Blanco Me	saverde and Aztec	Pictured C	Cliffs as per the attached.	
14. I hereby certify that the forego Name (Printed/Typed) DEBORAH MARBERRY	ing is true and correct		GULATORY ANALY	ST		
Signature J. Dala	Markers	<u> </u>	06/2002		A STATE OF THE STA	
	THIS SPACE	FOR FEDERAL OF	STATE OFFICE USI	<u> </u>	I Date	
Approved by	Jen M		Acting Tran	Levd	Date &- 13 - 02	_
Conditions of approval, if any, are certify that the applicant holds lega which would entitle the applicant to	or equitable title to those rights of conduct operations thereon.	in the subject lease	Office	F.() TT	leited States any false fictitions or	==
Title 18 U.S.C. Section 1001, make fraudulent statements or representa	es it a crime for any person know tions as to any matter within its ju	ingly and willfully to ma urisdiction.	ke to any department or ago	ency of the U	milled States any raise, rictitious of	

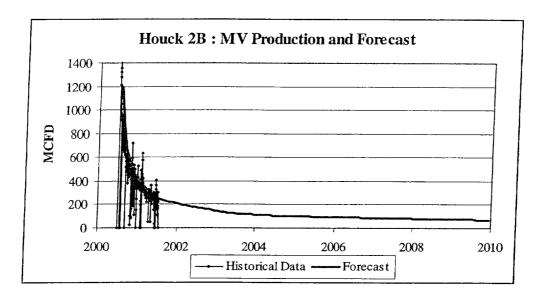
District I	E gy, Minerals an	nd Natu	ral Resources		Revised March 2	5, 1999
1625 N French Dr., Hobbs, NM 87240 District II				WELL API NO	30-045-3(Λ120
811 South First, Artesia, NM 87210	OIL CONSERVA	ATION	DIVISION	5. Indicate Type		7136
District III 1000 Rio Brazos Rd., Aztec, NM 87410	2040 Sou	th Pache	eco	STATE	FEE X	7
District IV	Santa Fe,	NM 875	505		Gas Lease No.	
2040 South Pacheco, Santa Fe, NM 87505						
SUNDRY NOTION (DO NOT USE THIS FORM FOR PROPOSAL DIFFERENT RESERVOIR. USE "APPLICATION PROPOSALS.) 1. Type of Well:		EN OR PI	LUG BACK TO A	7. Lease Name of HOUCK 2B	or Unti Agreement	Name
Oil Well Gas Well						
2. Name of Operator CONOCO, IN	IC.			8. Well No. 2H	3	
3. Address of Operator P.O. BOX 2		ON TX	77252	9. Pool name or BLANCO MES	Wildcat AVERDE, AZTEC	DICTI
4. Well Location					1 PARES, FIETE	11010
Unit Letter B : 66	feet from the 1	<u>NORTH</u>	line and <u>2050</u>	feet fro	m the EAST	line
Section 11	Township 29N			NMPM	County SAN JUA	N
	10. Elevation (Show who	ether DR,	, RKB, RT, GR, etc.)			
11. Check App	propriate Box to India	cate Na	ature of Notice. Re	eport or Other F) Data	
NOTICE OF INT	EÑTION TO: PLUG AND ABANDON [EQUENT REI		NG [
TEMPORARILY ABANDON 🗍	CHANGE PLANS [\neg	COMMENCE DRILL	.ING OPNS. □	PLUG AND	
	MULTIPLE [CASING TEST AND		ABANDONMENT	Ll
	COMPLETION		CEMENT JOBS			
OTHER: DHC		X	OTHER:			
12. Describe proposed or completed of	operations. (Clearly state	all perti	nent details, and give	pertinent dates, inc	cluding estimated d	ate
of starting and proposed work). Slor recompletion.	EE RULE 1103. For Mul	itiple Co	mpletions: Attach dia	gram of proposed	completion	
In reference to Order #R-11363 Conoc	co proposes to downhole	commin	igle in the Aztec Pictu	red Cliffs and Bla	nco Mesaverde	
Perforations are:				_		
MV 3947' - 4909' PC 2300' - 2416'				Jack Control of the C	897	
				15		
Allocation will be by subtraction (attac	:hed)			AL	JG 2001	
Commingling in this well will not redu	ce the value of the remain	ning pro	duction.	A AR	JG 2001 GEIVED CON. DIV DIST. 3	
The Public Land Office has been notifi	ed of our intent.				DIST. 3	
Interest owners are identical in all pools	S.			N. San	and Millian	
, -	1 Hc 488AZ				65.55.50 May 200	
, in the second	1111 480115				4	
I hereby certify that the information abo	ove is true and complete	to the be	est of my knowledge a	nd belief.		
SIGNATURE / /LO-14/L	11 havely	ITLE <u>R</u> E	EGULATORY ANAL	YST	DATE <u>08/02/2001</u>	
Type or print name DEBORAH MARB	ERRY	 -		Telepho	one No. (281)293-1	005
This space for State use Signed by	STEVENS H HAVE WAS	767	UTY OIL & GAS BISTE		AUG -7 200	
APPROVED BY		TLE		2.472	DATE	Bron.
Conditions of approval, if any:						

JR.

Houck 2B: Downhole Commingle Allocation

Aztec Pictured Cliffs and Blanco Mesaverde

The Aztec Pictured Cliffs will be added to this wellbore via recompletion. We are proposing to allocate gas production using the subtraction method. Historical and forecasted Mesaverde gas production are shown in the following graph and allocation table:



Year	Mid-Yr Rate
2001	245
2002	172
2003	121
2004	104
2005	96
2006	90
2007	83
2008	78
2009	72
2010	62
2011	58
2012	54
2013	50
2014	47
2015	43

Oil/condensate production from the Pictured Cliffs producers in 29N-10W has been essentially zero. Consequently, any oil production should be assigned to the Mesaverde.

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

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 2040 South Pacheco

Form C-102 Revised August 15, 2000

Submit to Appropriate District Office State Lease - 4 Copies

Fee Lease - 3 Copies

AMENDED REPORT

Santa Fe, NM 87505 District IV 2040 South Pacheco, Santa Fe, NM 87505 WELL LOCATION AND ACREAGE DEDICATION PLAT ² Pool Code API Number 72319 **BLANCO MESAVERDE** 30-045-30138 4 Property Code 5 Property Name 6 Well Number HOUCK 2B SF 077 8 Operator Name Pievation 7 OGRID No. 005073 CONOCO, INC. ¹⁰ Surface Location Range Feet from the North/South line Feet from the East/West line Township Lot Idn Section County UL or lot no. 10W 660' NORTH 2050' **EAST** 11 29N SAN JUAN В 11 Bottom Hole Location If Different From Surface Lot Idn Feet from the North/South line Feet from the East/West line UL or lot no. Section Township Range County 13 Joint or Infill 14 Consolidation Code 15 Order No. 12 Dedicated Acres I 316.80

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 ¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and DEBORAH MARBERRY Printed Name REGULATORY ANALYST 6/12/2001 Date 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

1625 N. French Dr., Hobbs, NM 88240

District II

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

811 South First, Artesia, NM 88210 District III

OIL CONSERVATION DIVISION 2040 South Pacheco

Submit to Appropriate District Office

ies

	NM 87410			Comto E	- NIM 07505				Lease - 4 Cop
District IV				Santa F	e, NM 87505			Fee	Lease - 3 Cop
2040 South Pacheco, Santa Fe	, NM 87505						Γ-	7 436	ENTER S-
	W	ELLLC	CATIO	ON AND	ACREAGE DED	ICATION DI	Д Т —	J AM	ENDED REPO
¹ API Numi	per	T	² Pool Cod	le	Telebrot DED	Pool N			
30-045-30138		71280)		AZTEC PICTURED				
* Property Code		71200		5 Proi	perty Name	CLIFFS			1
SF 077	HOUCK			•	, , 		1	2B	Vell Number
7 OGRID No.				* Oper	rator Name				The state of the s
005073	CONOCO,	INC		•				,	Elevation
				10 Curfo	ce Location				
L or lot no. Section	Township	Range	Lot Idn						
	1	-	Lot Idii			Feet from the	East/V	Vest line	Count
11	29N	10W		660'	NORTH	2050'	EAST	1	SAN JUAN
			ttom Ho	le Location	n If Different From	Surface			
or lot no. Section	Township	Range	Lot Idn	Feet from	the North/South line	Feet from the	East/W	Vest line	County
								- 1	-
Dedicated Acres 13 Joint or	Infill 14 Cons	olidation Cod	de 15 Ord	der No.					
6.80 I									
NO ALLOWABLE	WILL BE AS NO	SIGNED N-STAN	TO THIS	S COMPLE JNIT HAS I	TION UNTIL ALL IN BEEN APPROVED I	BY THE DIVIS	ION		
NO ALLOWABLE	WILL BE AS	SIGNED N-STAN	TO THIS DARD L	S COMPLE	TION UNTIL ALL IN BEEN APPROVED I	THE DIVIS	ATOR C by that the info dete to the bes MARBER ORY ANA	CERTI Ormation of st of my ke	FICATION contained herein is nowledge and

Date of Survey

Certificate Number

Signature and Seal of Professional Surveyor:

HOUCH #2B PC RECOMPLETE AND DHC WITH MESAVERDE API 30-045-30138

PROCEDURE

1. PJSM is to be carried out for all routine and non-routine operations every day. The Rig crew and the service company personnel must participate in the PJSM. Encourage the crew to actively participate in these meetings.

THINK SAFETY: WORK SAFELY.

- 2. Check Anchors. MI Workover Rig. Lock out tag out. Spot equipment.
- 2. RU Workover rig. Bleed off any pressure, kill well with minimal 1% KCL.
- 3. ND tree and NU BOP's and tag for fill and Turn out of hole with 2-3/8" production tubing. Visually inspect production tubing while POOH.
- 4. TIH with scraper and clean up well bore to plug setting depth. (This step is required at the descretion of the Projecti Lead after inspecting the pulled out tubing.)
- 5. PU 4-1/2" CIBP w/ tbg and set at 2540'. POOH w/ tubing and stand back. Load hole and test plug and casing to maximum 3000 psi. (Before pressure test ensure that the well head is rated to the test pressure.)
- 5. RU wireline and perf per Lucas Bazan's procedure Correlate to Schlumberger Thermal Neutron Decay Time (TDT) log run 5-26-00. After perforating get ready to frac per Lucas Bazan's procedure.
- 6. Frac well and after frac flow well back until well dies.
- 7. PU bit, Drill collars and 2-3/8" tbg and RIH and clean out to CIBP. (Do not drill out the CIBP at this point)
- 8. Clean out and obtain a 4 hours test.
- 9. After the test, drill out the CIBP and clean out to 5014'(PBTD). TOOH with bit.
- 10. TIH with 2-3/8" tubing and SN. Land tubing at 4581'. Drift tubing with slick line.
- 11. Rig down BOP's NU Tree. If required swab well for ½ a day...
- 12. Notify operator and reinstall plunger lift equipment and put well on production.

S.S.Gopalan For the West Team August 1, 2002