Submit 1 Copy To Appropriate District State of New Mexico Form C-103 Office Revised August 1, 2011 Energy, Minerals and Natural Resources District I - (575) 393-6161 WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283 30-025-41709 OIL CONSERVATION DIVISION 811 S. First St., Artesia, NM 88210 5. Indicate Type of Lease District III - (505) 334-6178 1220 South St. Francis Dr. STATE XFEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV - (505) 476-3460 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM LG36200000 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUGBACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-1011-2013) RED HILLS WEST 16 STATE W3 PROPOSALS.) 8. Well Number JUL 2 3 2014 1. Type of Well: Oil Well Gas Well Other 2. Name of Operator CONOCOPHILLIPS COMPANY 9. OGRID Number 217817 3. Address of Operator 600 N DAIRY ASHFORD, P10 3087 HOUSTONECENS 17079 10. Pool name or Wildcat WC-025 G-09 S263216A; WOLFCAMP 4. Well Location Unit Letter A feet from the NORTH : 250 line and 330 feet from the EAST line Section 16 Range 32E Township 26S **NMPM** County LEA 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK □ ALTERING CASING PLUG AND ABANDON REMEDIAL WORK TEMPORARILY ABANDON П **CHANGE PLANS** COMMENCE DRILLING OPNS. P AND A **PULL OR ALTER CASING** П **MULTIPLE COMPL** П CASING/CEMENT JOB DOWNHOLE COMMINGLE \Box OTHER: CONSTRUCT A FRESH WATER FRAC POND OTHER: 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. ConocoPhillips Company respectfully requests to construct a 500 foot X 500 foot fresh water frac pond in the SE/4 of the NW/4 and SW/4 of the NE/4 of Section 16-T26S-R32E and a 150 foot X 250 foot staging area in the SW/4 of the NE/4 of Section 16-T26S-R32E. The fresh water frac pond will be used for wells in Section 16-T26S-R32E and may also be used for wells in other sections of Lea and Eddy County. Please see the attached location survey. Spud Date: Rig Release Date: I hereby certify that the information above is true and complete to the best of my knowledge and belief.

TITLE Sr. Regulatory Specialist

TITLE Environated

E-mail address: kristina.mickens@cop.com

Type or print name KRISTINA MICKENS

Conditions of Approval (if any):

For State Use Only

APPROVED BY:

JUI 29 2014

DATE 07/22/2014

PHONE: (281)206-5281

fr

RED HILLS WEST 16 STATE FRAC POND Easement For ConocoPhillips Company Lea County, New Mexico

EXHIBIT "A"

500 FOOT X 500 FOOT POND EASEMENT

DESCRIPTION OF A 500 FOOT X 500 FOOT EASEMENT AND A 150 FOOT X 250 FOOT STAGING AREA SITUATED IN THE SE/4 OF THE NW/4 AND THE SW/4 OF THE NE/4 OF SECTION 16, T-26-S, R-32-E, SAID EASEMENT DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT WITHIN THE SW/4 OF THE NE/4 OF SECTION 16 FROM WHICH THE NORTHEAST CORNER OF SECTION 9 AND THE NORTHWEST CORNER OF SECTION 10 BEARS N 18°23'57" E, A DISTANCE OF 7036.60';

THENCE S 00°34'43" E, A DISTANCE OF 250.00 FEET TO A POINT;

THENCE N 89°25'17" E, A DISTANCE OF 150.00 FEET TO A POINT;

THENCE S 00°34'43" E. A DISTANCE OF 250.00 FEET TO A POINT:

THENCE S 89°25'17" W, A DISTANCE OF 650.00 FEET TO A POINT;

THENCE N 00°34'43" W. A DISTANCE OF 500.00 FEET TO A POINT;

THENCE N 89°25'17" E, A DISTANCE OF 500.00 FEET TO THE POINT OF BEGINNING OF THIS HEREIN DESCRIBED EASEMENT, AND CONTAINING 6.600 ACRES OF LAND, MORE OR LESS.

For reference and further information see Dwg. No. 51018.01-NM-LE-001_REV1 prepared by LW Survey Engineering & Design Company dated 06/23/14.

Basis of Bearing: G.P.S., TX. South Central Zone, NAD' 27

LeRoy W. Farley

Professional Surveyor No. 17320

