UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

OCD Hobbs

| | | PPROVED 1004-0135 | | | |
|---|--|--|--|--|--|
| | | ily 31, 2010 | | | |
| | Lease Serial No. NMLC031696A | | | | |
| | 6. If Indian, Allottee or | Tribe Name | | | |
| | 7. If Unit or CA/Agreen | nent, Name and/or No. | | | |
| | 8. Well Name and No. SEMU TUBB 146 | ✓ · | | | |
| | 9. API Well No. 30-025-34977 | 1 | | | |
| :D | 10. Field and Pool, or E GRAYBURG | xploratory | | | |
| | 11. County or Parish, ar | nd State | | | |
| | LEA COUNTY, N | M | | | |
| | | | | | |
| €E, RI | EPORT, OR OTHER | DATA | | | |
| TION | | | | | |
| Product | ion (Start/Resume) | ☐ Water Shut-Off | | | |
| Reclamation | | ☐ Well Integrity | | | |
| Recomplete | | Other | | | |
| Temporarily Abandon | | | | | |
| Water D | Disposal | | | | |
| nd true ver quired sub- tion in a r | roposed work and approximation of all pertines of all pertines of all pertines of all pertines of the sequent reports shall be finew interval, a Form 3160 on, have been completed, an | nt markers and zones. led within 30 days 4 shall be filed once | | | |
| d on a recent | | | | | |

abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side. 1. Type of Well Oil Well Gas Well Other Name of Operator
 CONOCOPHILLIPS COMPANY Contact: SUSAN B MAUNDER E-Mail: Susan.B.Maunder@conocophillips.com 3a. Address 3b. Phone No. (include area code) Ph: 281-206-5281

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

600 N. DAIRY ASHFORD RD P10-3096

HOUSTON, TX 77079

Sec 25 T20S R37E Mer NMP SENW 1980FNL 1830FWL

APR 2 1 2016

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOT

| TYPE OF SUBMISSION | | TYPE O | F ACTION | | |
|--|---|--------------------------------------|---|-----------------------------------|---|
| Notice of Intent | ☐ Acidize ☐ Alter Casing | ☐ Deepen ☐ Fracture Treat | ☐ Production (Start/Resume) ☐ Reclamation | ☐ Water Shut-Off ☐ Well Integrity | |
| ☐ Subsequent Report | ☐ Casing Repair | ■ New Construction | ☐ Recomplete | Other | |
| ☐ Final Abandonment Notice | ☐ Change Plans | ☐ Plug and Abandon | □ Temporarily Abandon | | |
| | ☐ Convert to Injection | ☐ Plug Back | ☐ Water Disposal | | |
| 13. Describe Proposed or Completed Ope | eration (clearly state all pertinent de | etails, including estimated starting | ng date of any proposed work and approx | ximate duration thereof. | 7 |

If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured an Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Req following completion of the involved operations. If the operation results in a multiple completion or recomplet testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including rec determined that the site is ready for final inspection.)

ConocoPhillips Company respectfully submits this request to change the well name based commerciality determination.

The attached letter requests the word "Unit" from the well name. We also seek to remove "Tubb" from the name. The new name will be SEM #146.

Production will be reported on a lease basis as requested by BLM.

PROP 15

3/6146

SUBJECT TO LIKE APPROVAL BY STATE

| 14. I hereby certify that the | ne foregoing is true and correct. Electronic Submission #332336 verifie For CONOCOPHILLIPS CO Committed to AFMSS for processing | MPANY | , sent to the Hobbs |
|---|--|-------|-----------------------------------|
| Name (Printed/Typed) | SUSAN B MAUNDER | Title | SENIOR REGULATORY COORDINATOR |
| Signature | (Electronic Submission) | Date | 02/25/2016 |
| A Participant | THIS SPACE FOR FEDERA | L OR | STATE OFFICE USE |
| Approved By | north Rensiel | Title | Petroleum Engineer Date 4/18/2016 |
| Conditions of approval, if any, are attached. Approval of this notice 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 thereon. | | | Carlobad file Office |

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.

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED

APR 28 2016



United States Department of the Interior

TAKE PRIDE INAMERICA

BUREAU OF LAND MANAGEMENT
New Mexico State Office
P.O. Box 27115
Santa Fe, New Mexico 87502-0115
www.blm.gov/nm

11/4/2015

Reference: SEMU TUBB #146 NMNM-071041X Southeast Monument Unit (Grayburg) Lea County, New Mexico Commercial Well Determination

Mr. Edward J. Moppert ConocoPhillips Mid - America – Permian P. O. Box 2197 PK - 5030 Houston, TX 77252 - 2197

Gentlemen:

Pursuant to your letter of January 15, 2015, this office concurs with your determination that the SEMU TUBB #146 completion is not capable of producing unitized substances in paying quantities.

This well's Grayburg formation completion is therefore not entitled to be part of a Participating Area and production from this formation should be reported on a lease basis. Also, a Sundry shall be submitted to drop "Unit" from well name.

Under provisions of 43 CFR 3165.3, you may request a State Director Review of the decision described above. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such request shall not result in a suspension of the order unless the reviewing official so determines. Procedures governing appeals form instructions, orders, or decisions are contained in 43 CFR 2175.4 and 43 CFR Part 4.

If you have any questions, please contact Kenneth G. Rennick at 575-234-5964 or Edward G. Fernandez at 575-234-2220.

Sincerely,

Stephen Caffey Assistant Field Manager, Lands and Minerals

cc:

Commissioner of Public Lands NM P0220, File Room ONRR, Denver (w/o enclosure) New Mexico Taxation and Revenue Department, Revenue Processing Division, (w/o enclosure) NM 9200 (w/o enclosure)