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TAIS, PLANS	NIN 2008	
Fonn 3160 - 3 (February 2005)	Office Colors	ON THE
	DIST.	ÛNIT DEPARTMEN

2005 APR 12 AM 9 23

RECEITED

FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007

NM-**\$**80162 6. If Indian, Allotee or Tribe Name

UNITED STATES	*
DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT	-
BUREAU OF LAND MANAGEMENT	

5. Lease Serial No.

l	1000	( O >				
~	APPINC/	ATION F	OR PERM	AIT TO DE	RILLOR	REENTER

Ia. Type of work: DRILL	EENTER		7. If Unit or CA Agreement, No.	
lb. Type of Well: Oil Well Gas Well Other	Single Zone Mult	iple Zone	8. Lease Name and Well No. SAN JUAN 29-5 UN	
2. Name of Operator  ConocoPhillips Company			9. API Well No. 30-039-29	7875
3a. Address 4001 Penbrook, Odessa, TX 79762	3b. Phone No. (include area code) 432-368-1230		10. Field and Pool, or Explorator BLANCO MESAV	•
Location of Well (Report location clearly and in accordance with     SWNW 1845 FNL - 6  At proposed prod. zone			I I. Sec., T. R. M. or Blk. and Su SECTION 23, T29N, R5W	•
14. Distance in miles and direction from nearest town or post offic	e*		12. County or Parish RIO ARRIBA	13. State NM
15, Distance from proposed* location to nearest propery or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of acres in lease 320 ACRES	17. Spacing	320.0 ACRES - W/2	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth 6293'	20. BLM/B	IA Bond No. on file	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6802' GL	22 Approximate date work will sta	irt*	23. Estimated duration	
	24. Attachments			

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, must be attached to this form:

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- 3 A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service office).
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- 5. Operator certification
- 6. Such other site specific information and/or plans as may be required by the BLM~

25. Signature	Name (Printed/Typed)	Date
Trager from	Peggy James	04/11/2006
Title Senior Associate		
Approved by (Signature) (Manufactures)	Name (Printed/Typed)	Date 6/15/66
Title	Office FTO	
Application approval does not warrant or certify that the applicant holds legal	orequitable title to those rights in the subject lease which would e	ntitle 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 juris iction.

\*(Instructions on page 2)

PA

ConocoPhillips Company proposes to drill a vertical wellbore to the Blanco Mesaverde formation. This well will be drilled and equipped in accordance with the attachments submitted herewith. This application is for APD / ROW.



BRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ACTACHED "GENERAL REQUIREMENTS".



District I PO Box 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

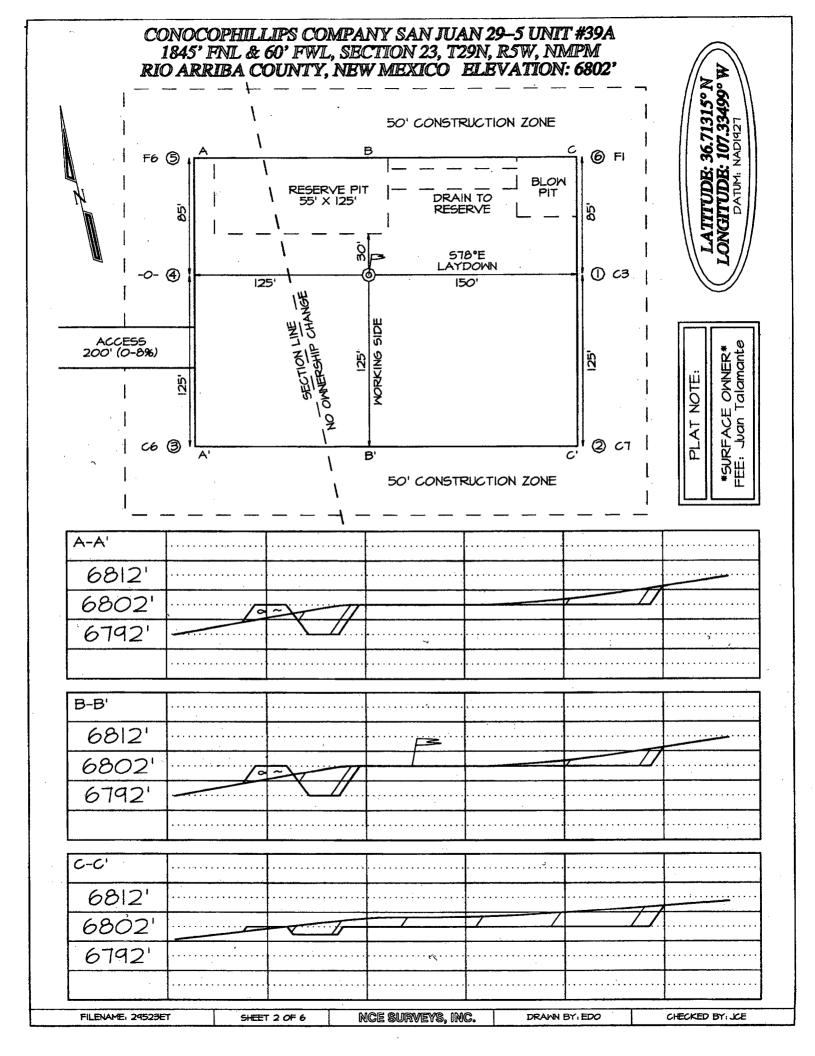
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102 Revised February 21, 1994 Instructions on back

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

2005 APR 12 AM 9 23 AMENDED REPORT

	W	NELL LOCA	TION AND A		VECENTED ICATIONOPL	АТ			
1API Number	1875	*Pool Code 72319		BLA	*Pool Name ANCO MESAVE	ERDE			
Property Code 31325	,	*Property Name *Well Number SAN JUAN 29-5 UNIT 39A							
'OGRID No. 217817			*Operator			•	Elevation 6802'		
<del></del>				Location		<u></u>			
UL or lot no. Section	1 1	Range Lot Id		North/South line NORTH	Feet from the	East/West line WEST	County RIO ARRIBA		
1	<sup>11</sup> Bot	ttom Hole	Location I	f Different	From Surf	ace	1 Arition		
UL or lot no. Section	Township	Range Lot Id	Feet from the	North/South line	Feet from the	East/West line	County		
<sup>12</sup> Dedicated Acres	0.0 Acres	- W/2	<sup>13</sup> Joint or Infill	<sup>34</sup> Consolidation Code	<sup>25</sup> Order No.				
NO ALLOWABLE W	ILL BE ASS	SIGNED TO ION-STANDAR	THIS COMPLETI D UNIT HAS BE	L ON UNTIL ALL EEN APPROVED	INTERESTS H BY THE DIVI	AVE BEEN CO	NSOL IDATED		
		5268.12 - 23 - 5270.76			I hereby contained to the last of the last	L E. Chavez	information and complete ge and belief ge ge and belief ge ge and ge		

Submit 3 Copies To Appropriate District Office	State of New Mexico	Fonn C- 1 03		
District I	Energy, Minerals and Natural Resources	May 27, 2004		
1625 N. French Dr., Hobbs, NM 88240 District 11		WELL API NO. 39-29875		
1301 W. Grand Ave., Artesia, NM 882 1 0	OIL CONSERVATION DIVISION	5. Indicate Type of Lease		
<u>District III</u> I 000 Rio Brazos Rd., Aztec, NM 8741 0	1220 South St. Francis Dr.	STATE FEE		
District IV	Santa Fe, NM 87505	6. State Oil & Gas Lease No.		
1220 S. St. Francis Dr., Santa I e, NM 87505				
SUNDRY NOTI	CES AND REPORTS ON WELLS	7. Lease Name or Unit Agreement Name		
	SALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A LATION FOR PERMIT" (FORM C-101) FOR SUCH	CANAMANA OO CADAM		
PROPOSALS.)	, ,	8. Well Number		
1. Type of Well: Oil Well	Gas Well Other	39A		
2. Name of Operator Conoc	oPhillips Company	9. OGRID Number 217817		
3. Address of Operator	1 1 7	I 0. Pool name or Wildcat		
	enbrook, Odessa, TX 79762	BLANCO MESAVERDE		
4. Well Location				
Unit Letter E	1845 feet from the NORTH line and	60feet from theWESTline		
Section E	Township 29N Range 5W	NMPM RIO ARRIBA County		
	I 1. Elevation (Show whether DR, RKB, RT, GR, etc.)			
Pit or Below -grade Tank Application	0002			
Pit type DRILL Depth to Groundwa	<del></del>	Distance from nearest surface water 245'		
Liner Thickness: 12 mil		onstruction Material: Synthetic		
12. Check A	ppropriate Box to Indicate Nature of Notice, I	Report of Other Data		
NOTICE OF IN		SEQUENT REPORT OF:		
PERFORM REMEDIAL WORK	PLUG AND ABANDON   REMEDIAL WORK			
TEMPORARILY ABANDON PULL OR ALTER CASING	CHANGE PLANS			
FOLL OR ALTER CASING [	MULTIPLE COMPL CASING/CEMENT	JOB []		
OTHER:	OTHER:			
13. Describe proposed or compl	eted operations. (Clearly state all pertinent details, and	give pertinent dates, including estimated date		
or recompletion.	rk). SEE RULE I 1 03. For Multiple Completions: Atta	ich wellbore diagram of proposed completion		
or recompletion.				
	•	•		
m : 111				
The pit will be constructed a	nd closed in accordance with Rule 50 and as per COPC attached diagram that details the location of the pit in re	June 2005 General Pit Plan on file		
The drill pit will be lined. The	ne drill pit will be closed after the well has been complete	ted		
1	r	•••		
I hereby certify that the information ab grade tank has been/will be constructed or c	ove is true and complete to the best of rny knowledge and losed according to NMOCD guidelines ☐, a general permit ☐ o	d belief. I further certify that any pit or below- r an (attached) alternative OCD-approved plan		
SIGNATURE Peggy James	TITLE Senior Associate	DATE 04/11/2006		
Type or print name For State Use Only	E-mail address peggy.s.james@conocophil	llips.com: Telephone No.: (432)368-1230		
101 State USE Only	/ //	11 11.1		
APPROVED BY: Conditions of Approval (if any):	TITLE DEPUTY ON & GAS IN	ISPECTOR, DIST. FLDATE JUN 1 9 2006		
	•			





## PROJECT PROPOSAL - New Drill / Sidetrack

San Juan Business Unit

SAN JUAN 29-5 39A

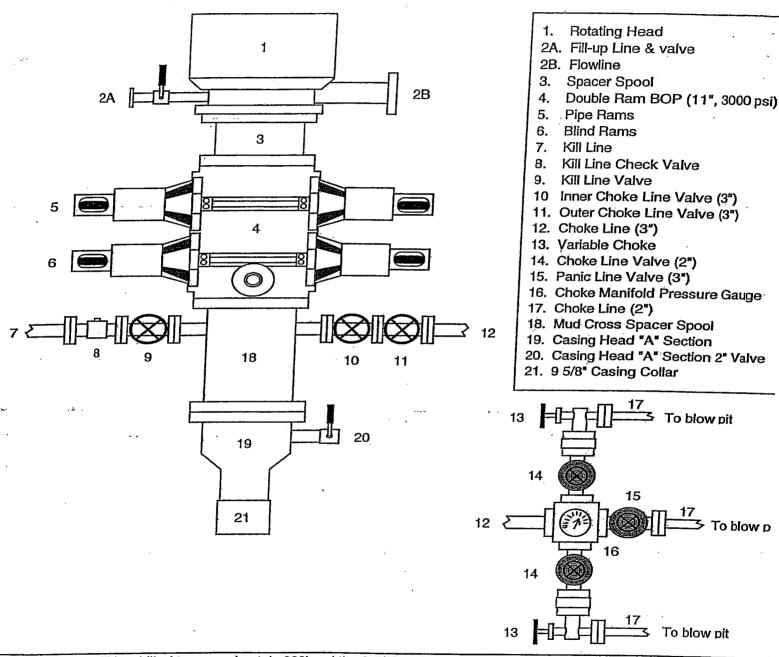
OAN JOAN 25-					·					
Lease:				A	FE #: WAI	N.CNV.	5166			AFE \$:
Field Name: 29-5			Rig:				State: NM	County: R	IO ARRIBA	API #:
Geoscientist: Glas	er, Terry J		Phone:	(832)486-23	332	Prod.	Engineer: Mo	ody, Craig E	Ξ. F	hone: 486-2334
Res. Engineer: Joh				(832)-486-2			ield Lead: Fra			Phone:
Primary Objectiv										
Zone	Zone Name	!			7					
R20002	MESAVERD	E(R20002)								
	·									
koelion sukac		Dawn Co	ete INAC	)27/		aferra 1		7.4		Stagattoe
Latitude: 36.71315	0 Longiti	ude: -107.33	4990 X	(: 0.00	and the same of th	Y: 0.0	00	Section:	23	Range: 5W
Footage X: 60 FW		je Y: 1845 FN	<del></del>	levation: 68	02 (	(FT)	Township: 29N	<u>'</u> I		
Tolerance:						<del></del>	· · · · · · · · · · · · · · · · · · ·			
Location Type: Sur	mmer Only		Start Da	te (Est.):		Con	pletion Date:		Date In C	peration:
Formation Data:	Assume KB =	= 6818 U	Jnits = F	T						
Formation Call & Casing Points		Depth (TVD in Ft)	SS (Ft)	Depletion (Yes/No)	BHP (PSIG)	внт			Remarks	4,44
Surface Casing		500	6318				13 1/2" hole. cement to sur		3 ppf, H-40, S	C casing. Circulate
NCMT		1568	5250							
CJAM		3018	3800				Possible wate	r flows.		
RLD		3158	3660							
RLD		3488	3330				Possible gas.			
PCCF		3758	3060						•	
.EWS		3958	2860							
ntermediate Casing	9	4058	2760				8 3/4" Hole. surface.	7", 20 ppf, 3	J-55, STC Casi	ng. Circulate cement to
CHRA		4758	2060							
LFH		5628	1190				Gas; possibly	wet		
MENF		5678	1140				Gas.			
ΤLK		5943	875				Gas.			
MNCS		6193	625							
TOTAL DEPTH MV		6293	525				a minimum of	100' inside	the previous	C casing. Circulate cement casing string. No open hole
Reene Wels							logs. Cased h	ole IDI With	GK to surfac	e.
The state of the s	Well Name			Comments					######################################	
Logging Brogran	īF.									
Intermediate Logs:	and the second property of the second property of	/ if show □	GR/ILD	☐ Triple	Combo		The second of the second sections of the section sections of the second sections of the section sections of the section sections of the section sections of the section section section section sections of the section section section section sections of the section section section section sect			
TD Logs:	Triple C	ombo 🔲 D	ipmeter	RFT [	] Sonic [	VSP	✓ TDT			
A 1 1110										
Additional Information	tion:									
Log Type	Stage	From	(Ft)	To (Ft)		Tool	Type/Name	F	Remarks	· • • • • • • • • • • • • • • • • • • •

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	Comp. Strength 3 hrs 100 psi 24 hrs 443 psi	Comp. Strength 24 hrs 1850 psi 48 hrs 3411 psi nt tt Extender ide
	Option 3  426 sx 199.5 bbls 1119.9 cuft 2.63 ft <sup>3</sup> /sx 11.7 ppg 15.92 gal/sx Class G Cement + 3% DO79 Extender + 0.20% DO46 Artifrom + 1.0 lb/bbl CemNet	246 sx Com 246 sx Com 246 sx Com 56.0 bbls 24 hrs 314.7 cuff 48 hrs 13.5 ppg 5.25 gal/sx 50/50 Poz: Class G Cement + 2% DOZ0 Bentonite + 5.0 lb/sx DOZ4 Gilsonite Extender + 2% S001 Calcium Chloride + 0.1% DO46 Antifoamer + 0.1% DO46 Antifoamer + 1.0 lb/bbl CemNet
Comp. Strength 6 hrs 250 psi 8 hrs 500 psi	Comp. Strength 1:47 hrs 50 psl 12 hrs 350 psi 24 hrs 450 psi	Comp. Strength 2:05 50 psi 12 hrs 1250 psi 12 hrs 1260 psi 24 hrs 500 psi 13:29 1026 psi 24 hrs 2300 psi ant Additive
Option 2 455 sx 98.1 bbls 551.0 cuft 1.21 ft²/sx 15.6 ppg 5.29 gal/sx Standard Cement + 3% Cacium Chloride + 0.25 lb/sx Flocele	431 sx 431 sx 199.5 bbls 1119.9 cuft 2.60 ft³/sx 11.5 ppg 14.62 gal/sx Type III Ashgrove Cement + 30 lb/sx San Juan Poz + 3% Bentonite + 5.0 lb/sx Phenoseal	Option 2  237 sx Com 550. bbls 2:05 3147 cuft 4:06 1:33 ft/sx 12 hrs 1:3.5 ppg 24hrs 50/50 Poz: Standard Cement + 2% Bentonite + 6.0 lb/sx Phenoseal 14.5 gal/sx 12.9s 13.1 ppg 24 hrs 65.5 bbls 9:32 367.5 cuft 12 hrs 14.5 ft/sx 13:29 13.1 ppg 24 hrs 65.5 gal/sx 50/50 Poz: Standard Cement + 3% Bentonite + 0.2% CFR:3 Friction Reducer + 0.1% HR-5 Retarder + 0.1% HR-5 Retarder + 0.1% HR-5 Felzerder
Comp. Strength 6 hrs 250 psi 8 hrs 500 psi psi hloride	Comp. Strength 9 hrs 300 psi 48 hrs 525 psi m	Comp. Strength 3:53 500 psi 8:22 1000 psi 24 hrs 3170 psi 48 hrs 5399 psi ament comp. Strength 7 hrs 500 psi 24 hrs 2100 psi 24 hrs 2100 psi ament comp. Strength 7 hrs 500 psi 24 hrs 2100 psi 24 hrs 2100 psi 24 hrs 2100 psi 26 hrs 2100 psi 27 hrs 500 psi 27 hrs 500 psi 28 hrs 2100 psi 29 hrs 2100 psi 29 hrs 2100 psi 20 hrs 2100 psi 20 hrs 2100 psi 20 hrs 2100 psi 20 hrs 2100 psi 21 hrs 2100 psi 22 hrs 2100 psi 22 hrs 2100 psi 24 hrs 2100 psi 25 hrs 2100 psi 26 hrs 2100 psi 27 hrs 500 psi 27 hrs 500 psi 28 hrs 2100 psi 28 hrs 2100 psi 29 hrs 2100 psi 20 hrs 2100 psi
SURFACE: Option 1 471 sx Comp. 471 sx Comp. 98.1 bbls 6 hrs 2 551.0 cuft 8 hrs 5 1.17 ft²sx 15.8 ppg 4.973 gal/sx Class G Cement + 3% S001 Calcium Chloride + 0.25 lb/sx D029 Cellophane Flakes	INTERMEDIATE LEAD:	Option 1
13.5 ** 9.625 ** 9.001 ** 32.3 ppf H-40 125 %	8.75 " 7 " 6.456 " 20 ppf 1-55 150 % 811.6	6.25 " 4.055 " 10.5 ppf 1-55 ppf 10.593
HOLE: CSG OD: CSG ID: WGT: GRADE: EXCESS:	HOLE: CSG OD: CSG ID: WGT: GRADE: EXCESS: TAIL:	HOLE: CSG OD: CSG ID: WGT: GRADE: EXCESS:

	Comp. Strength 10:56 500 psi 42 hrs 1012 psi s G Cement		
	Option 5 533 sx Com 199.5 bbls 10:56 1119.9 cuft 42 hrs 2.10 ft²/sx 11.7 ppg 11.72 4 gal/sx 75% Type XI 25% Class G Cement + 0.25 lb/sx D029 Cellophane Flakes	+ 3% D079 Extender + 0.20% D046 Antifoam	
	Comp. Strength 1:47 50 psi 12 hrs 350 psi 24 hrs 450 psi		
SURFACE:	iNTERMEDIATE LEAD:	+ 10 lb/sx Phenoseal INTERMEDIATE TAIL.:	PRODUCTION:
13.5 " 9.625 " 9.001 " 32.3 ppf H-40 125 %	8.75 " 7 " 6.456 " 20 ppf J-55	811.6	6.25 " 4.5 " 4.05 " 10.5 ppf J-55 50 %
HOLE: CSG OD: CSG ID: WGT: GRADE: EXCESS:		EXCESS: TAIL: DEPTH:	HOLE: CSG OD: CSG ID: WGT: GRADE: EXCESS:

## BLOWOUT PREVENTER ARRANGEMENT & PROGRAM For Drilling to Intermediate Casing Point & Setting 7" Intermediate Casing

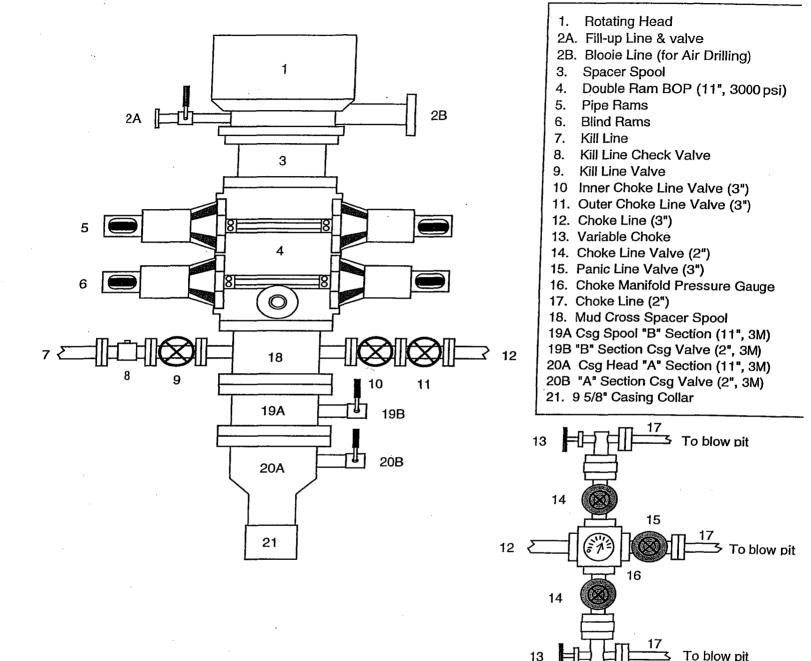


A 12-1/4" hole will be drilled to approximately 220' and the 9-5/8" surface casing will be run and cemented. The Casing Head "A" Section will be screwed onto the 9-5/8" surface casing stub. The BOP will be installed on the Casing Head "A" Section. A test plug will be set in the wellhead and the pipe rams and choke manifold will be tested to 200 psi to 300 psi (low pressure test) for 10 minutes and to 1000 psi (high pressure test) for 10 minutes. Then the test plug will be removed, and the 9-5/8" casing will be pressure tested against closed blind rams to 200 psi to 300 psi for 10 minutes and to 1000 psi for 30 minutes (this value is one 44% of the minimum internal yield pressure of the 9-5/8" casing). (Note: per regulatory requirements we will wait on cement at least 8 hrs after placement before testing the 9-5/8" surface casing). Then an 8-3/4" hole will be drilled to intermediate casing point and 7" intermediate casing will be run and cemented.

In addition to the equipment in the above diagram the following equipment will comprise the BOP system:

## BLOWOUT PREVENTER ARRANGEMENT & PROGRAM

For Drilling to TD and Setting 4.5 inch Casing



After the 7" intermediate casing has been run and cemented, the Casing Spool ("B" Section) will be installed on the wellhead ("A" Section) and the BOP will be installed on the Casing Spool. A test plug will be set in the wellhead and the pipe rams, blind rams, and choke manifold will be tested to 200 psi to 300 psi (low pressure test) for 10 minutes and to 3000 psi (high pressure test) for 10 minutes. Then the test plug will be removed and the 7" casing will be pressure tested against closed blind rams to 200 psi to 300 psi for 10 minutes and to 1800 psi for 30 minutes - this test pressure is 48% of the minimum internal yield strength of 3740 psi for the 7", 20#, J-55, STC casing. Then we will air drill the 6-1/4" hole to TD and run and cement the 4-1/2" casing.

In addition to the equipment in the above diagram the following equipment will comprise the BOP system:

- 1. Upper Kelly cock Valve with handle
- 2. Stab-in TIW valve for all drillstrings in use

<b>Property</b> :	$\underline{\hspace{1cm}}$	AN JUAN 29	-5 <u>UNIT</u>	_	Well #:		39A	
Surface Loca	tion:							
Unit: E	_Section	on: <u>23</u> To	wnship:	29N	_Range:	5W		
County: RIC	O ARRI	[BA		State:	: New Me	exico		
Footage:	1845	from the	NORTH	line.	60	from the	WEST	line.

## CATHODIC PROTECTION

ConocoPhillips (COP) proposes to drill a cathodic protection deep well groundbed for the subject well. COP will drill a hole vertically at the surface large enough to accommodate 20 feet of 8 inch diameter PVC pipe for surface casing to assist in further drilling and loading. Casing may be cemented in place for stability if needed. COP will drill a 6-7/8" hole to an anticipated minimum depth of 300' (maximum depth of 500'). Cement plugs will not be used unless more than one water zone is encountered. Prior drilling history for the area indicates only one zone to that depth. If more than one water zone is encountered, notification will be made and details of cement and casing will be provided.

All drilling activity will remain on the existing well pad and a Farmington based company will be doing the drilling for ConocoPhillips.