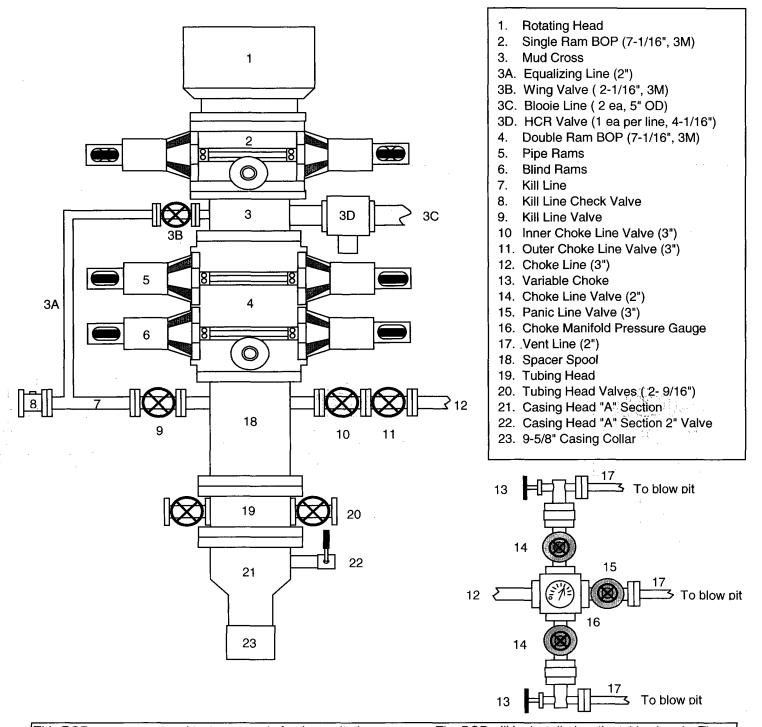
Submit, 3 Copies To Appropriate District Office	State of New Mexic		Form C-103
<u>District I</u> 1625 N. French Dr., Hobbs, NM 87240	Energy, Minerals and Natura	l Resources WELL AP	Revised March 25, 1999 I NO.
District II	OIL CONSERVATION I	MISION	30-039-27513
811 South First, Artesia, NM 87210 District III	2040 South Pachec	5. Indicate	Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410 District IV	Santa Fe, NM 8750	517	ATE X FEE
2040 South Pacheco, Santa Fe, NM 87505	,	6. State 6	Oil & Gas Lease No.
(DO NOT USE THIS FORM FOR PROPO DIFFERENT RESERVOIR. USE "APPLIC PROPOSALS.) 1. Type of Well:	ATION FOR PERMIT" (FORM C-101) FOR MC-101)	San Juan San	
	1640 feet from the South	line and 990	feet from the <u>East</u> line
9	T	ongo 5W NR (D) (County Rio Arriba
Section 32	Township 30N R 10. Elevation (Show whether DR 6459	ange 5W NMPM , RKB, RT, GR, etc.)	County Rio Arriba
11. Check A	ppropriate Box to Indicate N	ature of Notice, Report or C	Other Data
NOTICE OF IN PERFORM REMEDIAL WORK	ITENTION TO: PLUG AND ABANDON ☐	SUBSEQUEN REMEDIAL WORK	IT REPORT OF: ☐ ALTERING CASING ☐
TEMPORARILY ABANDON	CHANGE PLANS X	COMMENCE DRILLING OPN	S. PLUG AND ABANDONMENT
PULL OR ALTER CASING	MULTIPLE COMPLETION	CASING TEST AND CEMENT JOBS	
OTHER:		OTHER:	
of starting and proposed work or recompletion. ConocoPhillips requests a change	ed operations. (Clearly state all per). SEE RULE 1103. For Multiple C to our BOP test submitted on the A	Completions: Attach diagram of pp. Attached is the BOP progra	oroposed completion um for the 9-5/8" and 7" casing.
Derbal appro	val Received 1	17/04 PER (.	PERIA.
\wedge			
I hereby certify that the information	on above is true and complete to the	hest of my knowledge and helie	
SIGNATURE	$\lambda \lambda $	REGULATORY ANALYST	DATE 11/07/2003
Type or print name DEBORAH M	IARBERRY //		Telephone No. (832)486-2326
(This space for State use)	// 05-		- 010pilono 110. (032)700-2320
(1.11.5 5 101 5 101 5 101 6 100)	/ / / / VEF	UTY OIL & Car	Nov.
APPROVED BY	TITLE	UTY OIL & GAS INSPECTOR, DIST	NOV 13 2003

BLOWOUT PREVENTER ARRANGEMENT & PROGRAM

For Cavitation Program



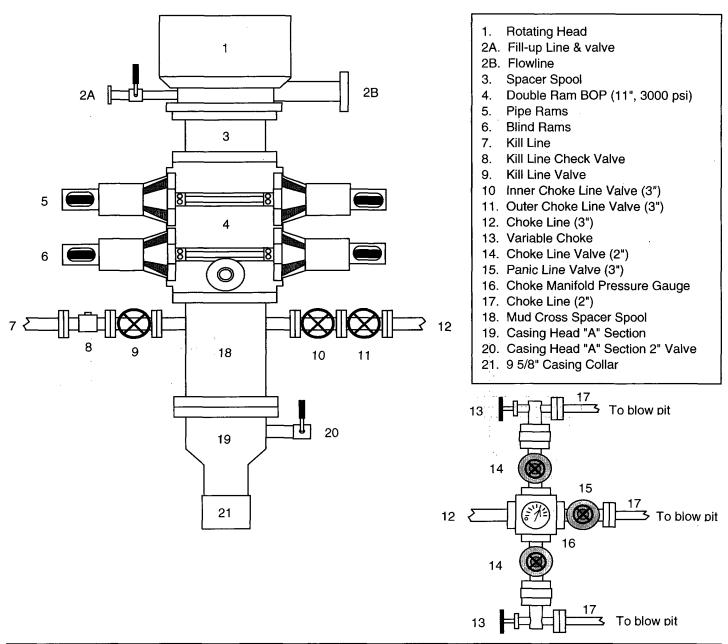
This BOP arrangement and test program is for the cavitation program. The BOP will be installed on the tubing head. The 7" casing will be pressure tested against closed blind rams to 200 psi to 300 psi for 2-3 minutes and to 1800 psi for 30 minutes - this test pressure is 48% of the minimum internal yield strength of 3740 psi for the 7", 20#, J-55, STC casing. The pipe rams and choke manifold will be tested to 200 psi to 300 psi (low pressure test) for 2-3 minutes and to 1800 psi (high pressure test) for 10 minutes - This test will be done with a test plug or possibly without a test plug (ie against casing). If we conduct this test without a test plug we will ensure that we have sufficient drillstring weight in the hole to exceed the upward force generated by the test.

We use a power swivel and air/mist to drill the 6-1/4" hole in our cavitation program. We do not use a kelly. In addition to the equipment in the above diagram the following equipment will comprise the BOP system:

- 1. String floats will be used inside the drillpipe
- 2. Stab-in TIW valve for all drillstrings in use
- 3. Each blooie line is equipped with a hydraulically controlled valve (HCR valve).

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 2-3 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 2-3 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:

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