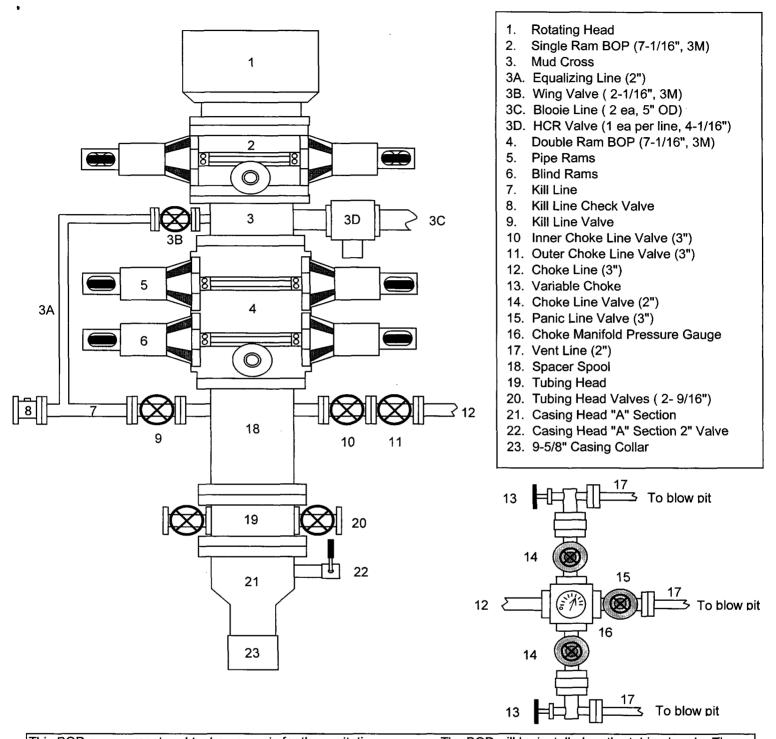
•)							
Submit 3 Copies To Appropriate District					_		Form C-10	
Office District I	Energy, Minerals and l	Revised March 25, 1999 WELL API NO.						
1625 N. French Dr., Hobbs, NM 87240 District II	OIL CONCEDIA!	30-039-27488						
1 South First, Artesia, NM 87210 1 South First, Artesia, NM 87210 1220 South St. Francis Dr.				5. Indicate Type of Lease				
000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505				STATE X FEE				
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505				6. State Oil & Gas Lease No. E-347-41				
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)				7. Lease Name or Unit Agreement Name:				
1. Type of Well: Oil Well Gas Well X	Other			San Juan 3	30-5 Uni	t	31327	
2. Name of Operator				8. Well No.				1
ConocoPhillips Company	217817				Unit #2			-
3. Address of Operator	opmington AM 07401			9. Pool nan				
5525 Highway 64, NBU 3004, Fa	armington, NM 87401			Basin Frui	itiana C	<u>Od I</u>		†
	750 feet from the	Sou	th line and	1125 f	feet from t	the	East line	,
							Dia Anniha	
Section 16 Township 30N Range 5W NMPM County Rio Arriba 10. Elevation (Show whether DR, RKB, RT, GR, etc.)								
11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data								
		icate		_			_	
NOTICE OF INTE		_		SEQUEN				
PERFORM REMEDIAL WORK	PLUG AND ABANDON	Ш	REMEDIAL WORK			ALTERI	NG CASING	
TEMPORARILY ABANDON	CHANGE PLANS	X	COMMENCE DRILL	ING OPNS.		PLUG A	AND ONMENT	
PULL OR ALTER CASING	MULTIPLE COMPLETION		CASING TEST AND CEMENT JOB					
OTHER: BOP Configuration Chang	је		OTHER:					
12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.								
ConocoPhillips wishes to s operations.	pecify the BOP progra	am an	d casing and BOP t	test pressue	ers for	our ca	vitation	
See attached BOP Schematic.								
I hereby certify that the information above i	is true and complete to the bo	est of i	ny knowledge and belief	P. Carrier Control				-
SIGNATURE Patsy (lueston		E Regulatory Anal		D/	ATE	11/11/03	_
	Patsy Clugston			•	Telephone		505-599-3454	
(This space for State use)	1		DEPUTY OIL & GAS			0.0		-
APPROVED BY Charle The Conditions of approval, if any:		_ TIT		marecium, i	DAT			-
Conditions of approval, If ally.								

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).