AMEND WFX 711/2/21/98

R 5631 - Sens 6131

R 5632 MARKER CASES 6132

December 2, 1998

Mr. Ben Stone Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87504-2088

DEC - 4

1800 851

RE: Conoco, Inc., Warren McKee and SEMU McKee Waterflood Project, Lea County, New Mexico/ORDER NO. WFX-566

Dear Mr. Stone,

Approximately one year ago it was determined that the waterflood project in the Warren McKee pool was not economically feasible. Conoco did not intend to abandon the waterflood project, but to suspend waterflood operations until such time as an economic evaluation would prove profitable. During the past year Conoco has added production from this pool from the horizontal completion of the Warren Unit, Well #128 (30-025-34158). Conoco anticipates that by utilizing injection wells - Warren Unit Wells #23 and #28 and the SEMU McKee Wells #60 & #62 the production from the McKee pool will be enhanced.

The injection rates and pressures will be the same as when the project was suspended. We anticipate an average daily injection rate of 2500 bbls, 70% fresh water (City of Eunice contract) with an average injection pressure of 1500 psig. This represents the same data as submitted on the initial Form C-108. We are respectfully requesting permission to put this waterflood project back in operation as described above and on the attached Sundry Notices for each well. Please call me @ 1-800-432-2967, e-mail @ Wtor1948@aol.com or at the address below if you would like any further documentation or have any questions. Thank you.

Yours truly,

Ann E. Ritchie, Regulatory Agent

Conoco, Inc.

10 Desta Dr., Suite 100W

Midland, Texas 79705

cc: Tim Schneider-Conoco/Midland, Kay Maddox-Conoco/Midland attachments

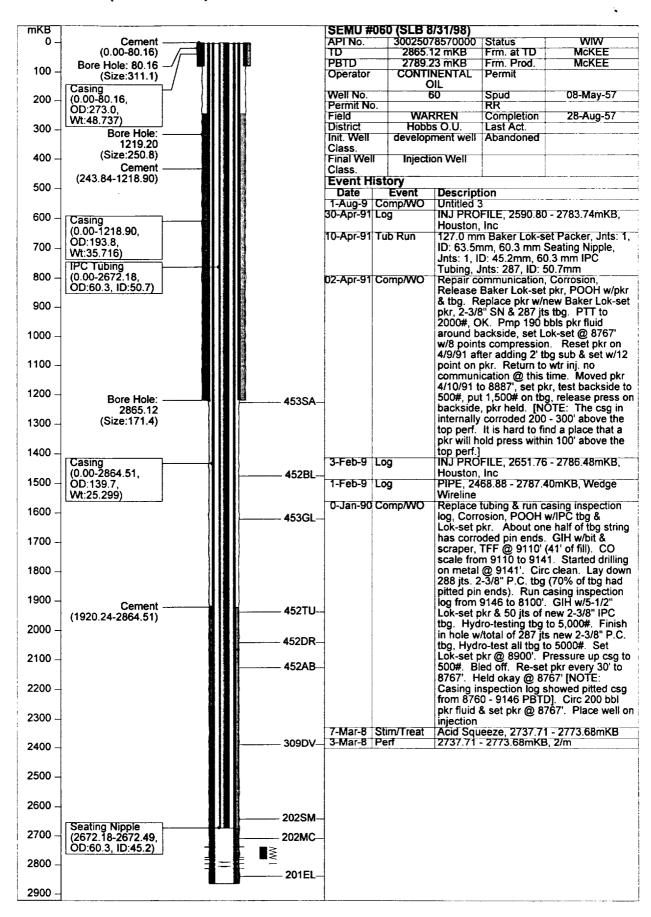
Form 1160-5 UNITED STATES FORM APPROVED DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0135 (June 1990) BUREAU OF LAND MANAGEMENT Expires: March 31, 1993 5. Lease Designation and Senal No. LC031670A **SUNDRY NOTICES AND REPORTS ON WELLS** 6. If Indian, Attottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT -" for such proposals /. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well X INJECTION Other Oil Gas 8 VIVame of lease & well SEMU McKee, Well #60 2. Name of Operator 9. /api weii # CONOCO, INC. 30 025 07857 10 Desta Dr., Suite 100W, Midland, Texas 79705-4500,915 686-5424 915 684-6381 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Warren McKee Simpson Surface: 1980' FNL & 990' FWL 11. County or Parish, State TD Sec 29, T20S, R38E, Unit letter E Lea. NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Change of Plans **New Construction** Recompletion X Subsequent Report Non-Routine Fracturing Plugging Back Casing Repair Water Shut-Off Final Abandonment Notice Attering Casing Conversion to Injection Dispose Water X Put back on injection lation or Recomplation Report and Log form.) 13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Waterflood operations were suspended for the McKee zone effective 8/97 for evaluation. Since that time the production from the McKee zone has fallen at an unacceptable rate. Also, production from the most recent Conoco completion in the McKee in Section 29 will be enhanced by re-injecting. We propose to put this well back into use for injection effective I-I-99. The permit for the McKee injection project is Order No. WFX-566. 14. I hereby certify that the foregoi Ann F Ritchie REGULATORY AGENT Date 11-17-98 (This space for Federal or State Approved by Conditions of approval, if any:

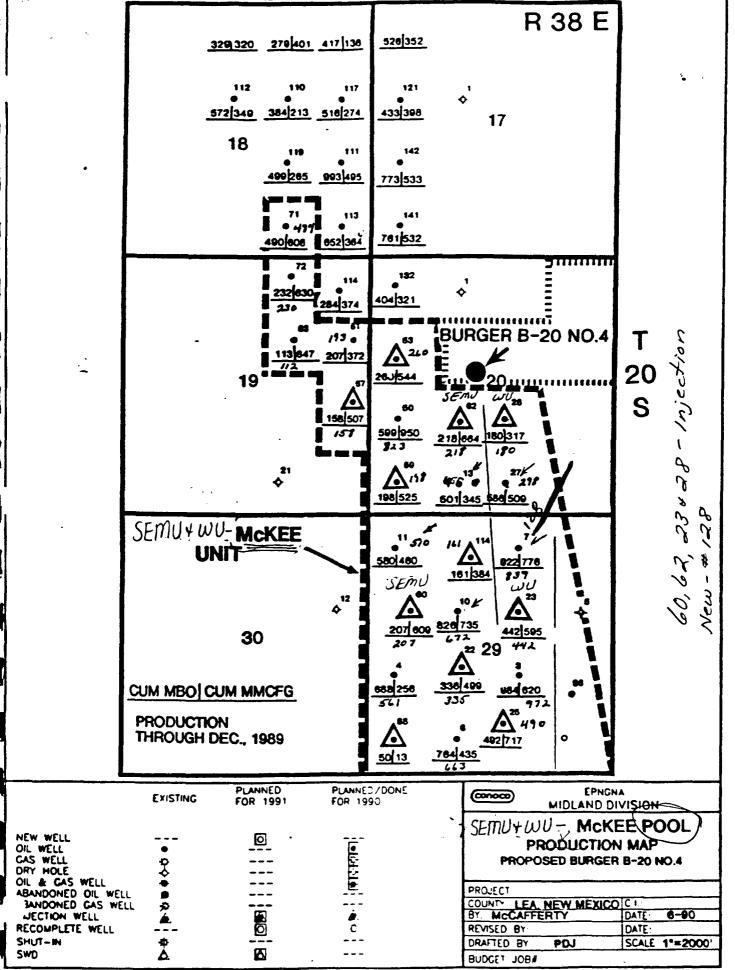
*See Instruction on Reverse Side

Title 18 U.S.C. Section 1001, makes 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.

SEMU #060 (SLB 8/31/98)





Form 3160-5	UNITE	ED STATES	FORM APPROVED	
(June 1990)	DEPARTMENT O	OF THE INTERIOR	Budget Bureau No. 1004-0135	
	BUREAU OF LAND MANAGEMENT			
	SUNDRY NOTICES AN	D REPORTS ON WELLS	LC031670A 6. If Indian, Allottee or Tribe Name	
	proposals to drill or to deepen o			
	7. If Unit or CA, Agreement Designation			
I. Type of Well Oil Gas X Well Well Name of Operator	NJECTION Other		8. VIName or lease & Well SEMU McKee, Well #62	
CONOCO, INC.			s. /api weii #	
, Address and Telephone No.	,		30 025 07835	
10 Desta Dr., Suite 100W,	, Midland, Texas 79705-4500,9!5 6	886-5424 915 6 84-6381	10. Field and Pool, or Exploratory Are	
	T., R., M., or Survey Description)		Warren McKee Simpson	
Surface: 1880' FSL & TD: Sec 29 T20	: 1980' FWL DS, R38E, Unit letter E		11. County or Parish, State	
10. 000 29, 120	, NOOE, ONE RELEY E		Lea, NM	
2 CHECK APPROP	RIATE BOX(s) TO INDICA	TE NATURE OF NOTICE, REPORT	r, OR OTHER DATA	
TYPE OF SUBI	MISSION	TYPE OF ACTI	ON	
	ent	Abandonment	Change of Plans	
Notice of Inte		() _	New Construction	
Notice of Inter		Recompletion		
Notice of Inte	Report	Recompletion Plugging Back	Non-Routine Fracturing	
	Report		Non-Routine Fracturing Water Shut-Off	
		Plugging Back		
X Subsequent F		Plugging Back Casing Repair	Warter Shut-Off	
X Subsequent F		Plugging Back Casing Repair Altering Casing	Water Shut-Off Conversion to Injection Dispose Water	
X Subsequent F	onment Notice	Plugging Back Casing Repair Altering Casing	Water Shut-Off Conversion to Injection Dispose Water Plots: Report results of multiple completion on Wal	

most recent Conoco completion in the McKee in Section 29 will be enhanced by re-injecting.

We propose to put this well back into use for injection effective I-I-99. The permit for the McKee injection project is Order No. WFX-566.

a 916/6

	906	7- 11"				
14. Thereby certify that the foregoing is the	Ann E. Ritchie Title REGULATORY AGENT	Date 11-17-88				
(This space for Federal or State office us						
Approved by Conditions of approval, if any:	Title	Dete				
Title 18 U.S.C. Section 1001, makes it a crim statements or representations as to any matt	e for any person knowingly and willfully to make to any department o er within its jurisdiction.	or agency of the United States any false, fictioous or fraudulent				
*See Instruction on Reverse Side DIST: BLM(5) NMOCD(1)						

				1 M P S S 1 T 2 M	**************************************	***	18 P 18 P				
mKB				SEMU #0							
0-	Bore Hole: 77.72		3	API No.		250783 319.40 i			us . at TD		OIL
\	(Size:381.0)		1	PBTD		315.13			Prod.		
100 -	Cement — (3.96-77.72)	/ TIH III T	_	Operator		NTINE		Pen		\dashv	
	(3.90-77.72)	/ / !! !!!!!		1		OIL					
200 -	(3.96-77.72,			Well No.		62		Spu	d		02-Júl-57
-00	OD:273.0.			Permit No.		N/XTHE		RR			Ab a see
	Wt:48.737)			Field District		WARRI			npletion Act.	1	29-Aug-57
300	Bore Hole: -			Init. Well		elopme				-	
1	1218.90)		Class.	1001	J.Op0					
400 -	(Size:250.8)			Final Well	1			1	_		
	Cement -	186 186	454AN-			er In	jector	<u> </u>			
500 -	(457.20-1218.90)		Top of								
300 7	(107.20, 1210.00)			Township	nhin .	502	20		Latitud		32.5564 103.1723
				Half Towns Range	sinb .	E0:	38-	Top	Longit	ude	573.0 m S
600 -	Casing			Mange		LU.	30		ance		373.01110
	(3.96-1218.90,			Half Range	•				EW		603.5 m W
700 -	OD:193.8,								ance	ĺ	
1	Wt:21.950)			Section		20)	Bott			0
· [Tubing							Lati			
800 –	(3.05-2689.25,		453YT-	Spot		K		Bott			0
	OD:60.3, ID:50.7)			Meridian C	ode	New M	exico	Btm	gitude		0.0 m
900 -				Tricingian C	.566	. 10 41 IVI	ICAICU		ance	-	V.U III
				Meridian	- K	EW M	EXICO			\dashv	0.0 m
1000					t				ance		
1000 -				Elevation	15						
1			453QU-	KB		1081.			Fing		0.0 m
1100				Grd		1077.		Tub	Head		0.0 m
1 1				KB-Grd Bore Hole	o Data	4.0	m	Щ			
1200 -				Bole Hol	Dept					Siz	
1200	Bore Hole: —			Ì	(mKE					(mi	
1300 -	2819.40	11 11		<u> </u>					381		
	(Size:171.4)	11 11			1218.9	90		†		250	8.0
		11 11			2819.4					171	.4
1400 -	Casing			Casing S	tring -	Surfa	ce Ca	sing			
	(3.96-2815.13,			Item		n nt	ID A	vt Gr	d Tha	(comments
4500	OD:139.7.	(1) 11)		(mm) 273.0 mm	mK	2 6 5		7 4	+		
1500 -	Wt:23.067)) 1 1 1 1 1 1 1 1 1 1		Casing	7.7	2 0 3	0.0 /	" ¬			
j		14 14		Casing S	trina -	Interr	nedia	te Ca	sing		
1600 -		11 11	45001	Item		n nt			Tha		comments
. 1			453GL_	(mm)	mK				1 1		
1700 -		18 18		193.8 mm	8.9	0,16 8	34.4 95				
		13 / 18 /		Casing				8			
		(1) 11	452BL-	Casing S	tring	Drod	LOUIS	-8 C 36			
1800		4115		Item		n int			Tha		Comments
	0	18 18		(mm)	mK			. 011	, , , , ,	•	
1900 -	Cement — (1877.57-2815.13)			139.7 mm		3 59 2	25.7 DE	7 J-5			uction Casing
	(10/7.5/-2015.13)		452TU-								55): 87 jts 17#
2000					Ì				1 1		surface to
2000 -				[l	i [125 jts 15.5#
											3595' to 7699',
2100 -			452AB-			: [7 jts 17# from to 9236'.
				Casing C	ement				44	. 555	02.00 .
2200 -				Casing	Top	mou	T		Con	men	ls
				String	mKB	1)	1		"		
				Surface		5.0	cmt c	irc			···
2300 -		1 1		Casing							
		1		Intermedial Casing	te 57.20	20.0	IOC	by te	np sur	/ey	
2400 -			309DV-	Production	77.57	6.2	TOC	hy to	np sun	/AV	
				Casing	,,,	0.2	1.00	J, 161	p sui	,	
2500					ugs. e	quip	etc.)	Pen	naner	it Do	wnhole Equi
2500 –		8 15		Date	Item		In			men	
				L			(mK				
2600			203MN_	9-Aug-5 C			2815		1		
2000 -		I	202SM-		Plug		2819	.40	Ш		
2000 =				Perforation							
	Baker Loc-set			Date Ir	nt ISI	nots, Ty	y pe		CC	mme	nis
	Baker Loc-set (2689.25-2690.78,			1	i	i •	1				
2700 -	(2689.25-2690.78, OD:118.1,		202MC_	1 1	3.62	Ĺ_)67 - 6!	3.76-7		
	(2689.25-2690.78.		202MC_	-Sep- 276	3.62	4 Je	et 9			7, 87-	88, 9107-08, , 65-9166'.

