\ <i>y</i>		
Water State of the		
Form 3160-3 (August 1999)  UNITED ST DEPARTMENT OF T BUREAU OF LAND	THE INTERIOR MANAGEMENT	FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000  5. Lease Serial No. NMSF078765  6. If Indian, Allottee or Tribe Name
APPLICATION FOR PERMIT	TO DRILL OR REENTER	6. If milian, Another of Titoe Name
Ta. Type of Work: ☑ DRILL ☐ REENTER		7. If Unit or CA Agreement, Name and No.
1b. Type of Well: Oil Well Gas Well 🔀 Otl	her: CBM Single Zone Multiple Zone	8. Lease Name and Well No. SAN JUAN 32-7 UNIT 219A
2. Name of Operator Contact: CONOCOPHILLIPS COMPANY	PATSY CLUGSTON E-Mail: plclugs@ppco.com	9. API Well No. 30045 3233 9
3a. Address 5525 HWY. FARMINGTON, NM 87401	3b. Phone No. (include area code) Ph: 505.599.3454 Fx: 505-599-3442	10. Field and Pool, or Exploratory BASIN FRUITLAND COAL
Location of Well (Report location clearly and in accord.  At surface SESE 935FSL 1085FEL 30  At proposed prod. zone	ance with any State requirements.*) 6.92384 N Lat, 107.58850 W Lon	11. Sec., T., R., M., or Blk. and Survey or Area  Sec 5 T31N R7W Mer NMP SME: BLM
<ol> <li>Distance in miles and direction from nearest town or post 20.7 MILES FROM IGNACIO, CO</li> </ol>	office*	12. County or Parish 13. State SAN JUAN NM
<ol> <li>Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)</li> </ol>	16. No. of Acres in Lease	17. Spacing Unit dedicated to this well  321.66 R-9306 #5
<ol> <li>Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.</li> </ol>	19. Proposed Depth -3560 MD 3.464  3569 VD	20. BLM/BIA Bond No. on file ES0085
21. Elevations (Show whether DF, KB, RT, GL, etc. 6599 GL.	22. Approximate date work will start 06/15/2004	23. Estimated duration 30 DAYS
	24. Attachments	
The following, completed in accordance with the requirements of	of Onshore Oil and Gas Order No. 1, shall be attached to	his form:
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest Syst SUPO shall be filed with the appropriate Forest Service Of</li> </ol>	Item 20 above).  5. Operator certification	ormation and/or plans as may be required by the
25. Signature (Electronic Submission)	Name (Printed/Typed) PATSY CLUGSTON	Date 05/04/2004
Title AUTHORIZED REPRESENTATIVE		

Approved by

Name (Printed/Typed)

Office

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle 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 jurisdiction.

Additional Operator Remarks (see next page)

Electronic Submission #30257 verified by the BLM Well Information System For CONOCOPHILLIPS COMPANY, sent to the Farmington ORILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED SUBJECT TO COMPANY, WITH ATTACHED SUBJECT SUB

His Letten is sufficients technical and broce tural review purbuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

Form 3160-5 (August 1999)

## UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: November 30, 2000

Lease Serial No.

•	NMSF078996	

SUNDRY N	OTICES AND	REPORTS ON	WELLS
Do not use this	form for propos	sals to drill or t	o re-enter an
abandoned well.	Use form 3160	-3 (APD) for su	ch proposals.

abandoned wel	6. If Indian, Allottee	If Indian, Allottee or Tribe Name     If Unit or CA/Agreement, Name and/or No. NMNM78423A		
SUBMIT IN TRII	7. If Unit or CA/Agre NMNM78423A			
1. Type of Well			8. Well Name and No SAN JUAN 32-7	
Oil Well Gas Well Oth		W.W. OTDV	9. API Well No.	
Name of Operator     CONOCOPHILLIPS COMPAN		KI WESTBY ail: Vicki.R.Westby@conocoph		00-X1
3a. Address 5525 HWY FARMINGTON, NM 87401	Pt	. Phone No. (include area code) n: 915.368.1352	10. Field and Pool, or BASIN FRUITL	
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)		11. County or Parish,	and State
Sec 5 T31N R7W SESE 935F 36.92384 N Lat, 107.58850 W			SAN JUAN CO	UNTY, NM
12. CHECK APPR	ROPRIATE BOX(ES) TO IN	DICATE NATURE OF NO	OTICE, REPORT, OR OTHE	R DATA
TYPE OF SUBMISSION		TYPE OF A	ACTION	
Notice of Intent	☐ Acidize	Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
	☐ Alter Casing	☐ Fracture Treat	□ Reclamation	☐ Well Integrity
☐ Subsequent Report	Casing Repair	☐ New Construction	□ Recomplete	Other Change to Original A
☐ Final Abandonment Notice	Change Plans	Plug and Abandon	☐ Temporarily Abandon	Change to Original A PD
	Convert to Injection	□ Plug Back	☐ Water Disposal	
ConocoPhillips is requesting to	o change the proposed TD fo	or this well to 3,484'.	JUN 2004	
14. Thereby certify that the foregoing is	Electronic Submission #3102	PS COMPANY, sent to the F	armington	
Name (Printed/Typed) VICKI WE	· · · · · · · · · · · · · · · · · · ·	- ·	IZED SIGNATURE	
Signature (Electronic S	Submission)	Date 05/21/200	)4	
	THIS SPACE FOR I	EDERAL OR STATE O	FFICE USE	
Approved By	mlieloz	Title AF	u	Date - 18.54
Conditions of approval, if any, are attached ertify that the applicant holds legal or equivalent would entitle the applicant to condu-	uitable title to those rights in the subject operations thereon.	ject lease Office F-	-o	
itle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a crimstatements or representations as to as	ne for any person knowingly and want matter within its jurisdiction.	villfully to make to any department o	r agency of the United

District I PO Box 1980, Hobbs, NM 88241-1980

District II PD 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, Winerals & Watura) Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

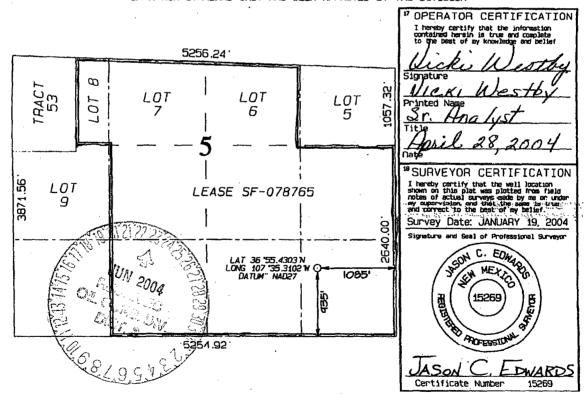
Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

\_\_\_ AMENDED REPORT

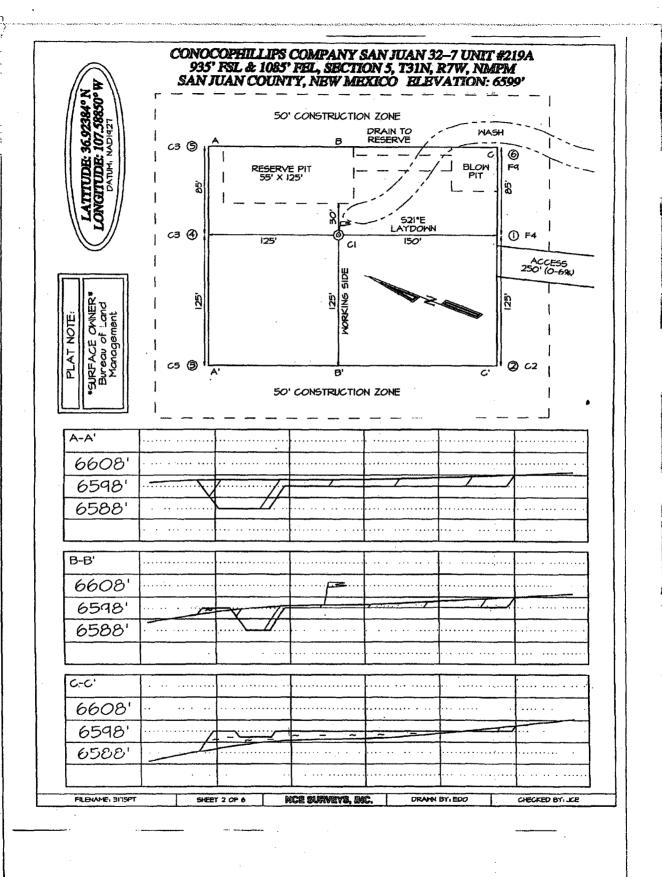
#### WELL LOCATION AND ACREAGE DEDICATION PLAT

20-04		233	9	71629	· · · · · · · · · · · · · · · · · · ·						
Property 31329	Code	Property Name SAN JUAN 32-7 UNIT					'Well Number 219A				
'0GRID N 21781		*Operator Name CONOCOPHILLIPS COMPANY						levation			
<sup>10</sup> Surface Location											
UL or lot no.	Section	Township	Range	Lot Idn	Fest from the	North/South line	Feet from the	East/Ke	st line	Coun	ŧγ
Р	5	31N	7W		935	SOUTH	1085	EA!	ST	SAN	NAUL
<sup>11</sup> Bottom Hole Location If Different From Surface											
UL or Jotno.	Section	Township	Renge	Lat Idn	Feet from the	North/South line	Feet from the	East/He:	st line	Coun	ty
<sup>19</sup> (ledicated Acres		321.66 A	cres	<u> </u>	<sup>53</sup> Joint or Infil)	<sup>16</sup> Coreolidation Code	"Order No. P_	7305	- Th		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



Submit 3 Copies To Appropriate District Office	State of				Form	C-103
District I	Energy, Minerals	and Natu	ral Resources	WELL API NO.	Marc	h 4, 2004
1625 N. French Dr., Hobbs, NM 88240 District II	OH COMORDI	7 A (T) T (C) N	DHUGION	WELL AFINO.		-
1301 W. Grand Ave., Artesia, NM 88210 District III	OIL CONSERV			5. Indicate Type	of Lease	
1000 Rio Brazos Rd., Aztec, NM 87410	1220 South			STATE	FEE	
District IV 1220 S. St. Francis Dr., Santa Fe, NM	Santa Fe	2, INIVI 0	7303	6. State Oil & G Federal Lease – 1	-	ļ
87505				<u> </u>		
SUNDRY NOTICE (DO NOT USE THIS FORM FOR PROPOSA	ES AND REPORTS O			7. Lease Name of	or Unit Agreement	Name
DIFFERENT RESERVOIR. USE "APPLICA				San Juan 32-7 U	nit 31329	
PROPOSALS.)  1. Type of Well:				8. Well Number		
Oil Well X Gas Well Ot	her			San Juan 32-7 Ui	ait #219A	1
2. Name of Operator				9. OGRID Numl	ber	
CONOCOPHILLIPS COMPANY				217817		1
3. Address of Operator				10. Pool name or		
5525 Hwy. 64, Farmington, New Me	xico 87401			Basin Fruitland (	Coal 7162	29
4. Well Location						}
Unit Letter P: 935	feet from theSo	outh lin	ne and 1085	feet from the Ea	st line	
				·		
Section 5	Township 31N				ity San Juan	
	11. Elevation (Show wh		, RKB, RT, GR, etc.,	)		
Pit or Below-grade Tank Application (For p			C-144 must be attache	d)		
Pit Location: UL P Sect 5 Twp 31N R	·			-	sh water well > 1000	, [
Distance from nearest surface water > 10				•	:	•
feet from the line and					-	}
12 Charle Ar	propriate Box to In	dianta N	ature of Notice	Deport or Other	Data	
NOTICE OF INT	PIOPITATE BOX TO III	uicaic iv		SEQUENT RE		
	PLUG AND ABANDON	<b></b> ,	REMEDIAL WOR		ALTERING CASI	NG 🗆
! 		_				
TEMPORARILY ABANDON	CHANGE PLANS		COMMENCE DRI	LLING OPNS.L.	PLUG AND ABANDONMENT	. 🗆
	MULTIPLE		CASING TEST A	ND 🗆	ADAMOOMMENT	
	COMPLETION		CEMENT JOB			
OTHER: Drill Pit Notification			OTHER:			
13. Describe proposed or complete	ted operations. (Clearly	state all 1	pertinent details, an	d give pertinent dat	es, including estim	ated date
of starting any proposed work						
or recompletion.		-				_
ConceaDhilling's Generic Dit Dlen is a	n filo od NIMOCID im Am	ton NIM	Can the attached di	onenna that datalla ti	ha laastian afsha s	.:
ConocoPhillips's Generic Pit Plan is or reference to the proposed wellhead. T						
disposed off will be sampled and NMC					2010 01201 0120 110001	
		*				
·				•		
I hereby certify that the information ab	ove is true and complet	te to the b	est of my knowlede	e and belief. I furth	er certify that any nit	or below-
grade tank has been/will be constructed or cle						
SIGNATURE Patsy	Durch	TITLE	Patsy Clug	eton	DATE	5/4/04
SIGNATURE / COLOGY	aux v	111100 _	rasy Ciug		DATE	5/4/04
Type or print name Patsy Clugston	E-mail address: P	atsy.L.Ch	igston@conocophil	lips.com Telephor	ne No. 505-599-34	54
(This space for State use)						
/ Space for Brate use/	111					
APPPROVED BY	1101	FFILE			DATE	
Conditions of approval, if any:	1180	· <u></u> -				_
	•				•	



# CONOCOPHILLIPS COMPANY

WEL	L NAME: San J	uan 32-7 Unit #219A – HPA well	· · · · · · · · · · · · · · · · · · ·
DRIL	LING PROGNOSIS	•	•
1.		Unit P (SESE), 935 FNL & 1085 FEL	
••	Location of Froposoa Work	Section 5, T31N, R8W	·
		Section 3, 131N, Row	<u> </u>
2.	Unprepared Ground Elevation	on: <u>@ 6599</u>	· · · · · · · · · · · · · · · · · · ·
3.	The geological name of the s	surface formation is San Jose.	
4.	Type of drilling tools will be	rotary.	
5.	Proposed drilling depth is	<u>3560°</u> .	:
6.	Naciamento -         982'           Ojo Alamo -         2352'           Kirtland -         2472'           Fruitland -         3037'           TD includes 78' of sump/rath	tant geologic markers are as follows:  Base of Lowest Coal — 3482'  PC Interval - 3407'  Intermediate casing — 3187'  Total Depth - 3560'  hole & COPC will comply with the BLM sump/rathole in this non-producing Pictor	
<b></b>	771	4.5.4	
7.	formations are expected to be	hich anticipated water, oil, gas or ot e encountered are as follows:	ner mineral bearing
	Water: Ojo A	lamo - 2352' - 2472'	·
	Oil:	none	
	Gas: Fruitla	and Coal - 3037' - 3482'	
		and Coal - 3037' - 3482'	
8.	The proposed casing program		
	Surface String: 9-5/8", 32.3 Intermediate String: 7", 20#, Production Liner: 5-1/2", 15	3#, H-40 @ 200' * J/K-55 @ 3187' 5.5# J/K-55 @ 3167' – 3560' (see details	s below)
	* The surface casing will required to maintain hole sta	be set at a minimum of 200', but cobility.	uld be set deeper if
9.	Cement Program:  Surface String: 150.2  Cello-Flake (D029) 1.16 cuff	SX Class G cement with 2% bwoc Cal	Cl2 (S001), 0.25#/sx

9. Cement program: (continued from Page 1)

**Intermediate String:** 

viculate Cement

0079 (Extender) 0.25#/sx D029 (Cellephone Lead Cement: 400 sx Class G w/3% I flakes, + 0.2% D046 Flocele (All purpose antifoam agent) mixed at 11.7 ppg and yield of 2.61 cuft/sx = 1044.70 cf.

Tail: 96 sx - 50/50/G/POZ cement w/2% D020 (Bentonite Extender), 2% S001 (CaCl2), 5#/sxD024 (Gilsonite), 1/4#/sx D029 (Celephane flakes) & 2% D046 (all purpose antifoam agent) @ a weight of 13.5 ppg and yield of 1.27 cuft/sx = 122.29 cf.

Note: ConocoPhillips Company continually works to improve the cement slurries on our wells. Our Cementing Service Companies are currently trying to improve what we are using now and before we would use a new cement program it would have to have stronger properties than we are currently using.

Centralizer Program:

Surface:

Total four (4) - 10' above shoe and top of 2<sup>nd</sup>, 3<sup>rd</sup>, & 4<sup>th</sup> its.

Intermediate: Total seven (7) - 10' above shoe and top of 1st, 2nd, 4th, 6th, 8th, &

1<sup>st</sup> it. into shoe.

Turbulators: Total three (3) - one at 1st it below Ojo Alamo and next 2 its up.

#### Liner:

A 5 ½" 15.5# liner will be run in the open hole without being cemented.

#### Completion - depending on well conditions the:

- Well will either be cavitated and a 5-1/2" liner will be run without being cemented, or
- Well will be underreamed, tubing will be set and cavitated at a later date.
- 10. The minimum specifications for pressure control equipment which are to be used, a schematic diagram thereof showing sizes, pressure ratings (or) API series and the testing procedure and testing frequency are enclosed within the APD packet.
- 11. **Drilling Mud Prognosis:**

Surface - spud mud on surface casing.

Intermediate - fresh water w/polymer sweeps. Bentonite as

required for viscosity.

Below Intermediate - air drilled.

12. The testing, logging, and coring programs are as follows: D.S.T.s or cores:

Logs: Mud logs only

13. Anticipated no abnormal pressures or temperatures to be encountered or any other potential hazards such as Hydrogen Sulfide Gas. Low risk H<sub>2</sub>S equipment will be used.

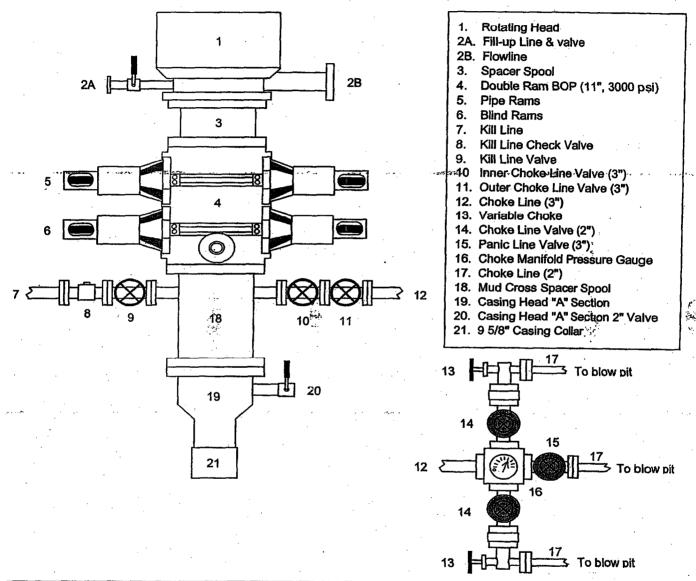
Estimated Bottomhole pressures: Fruitland Coal - +/- 300 psi

- 14. The anticipated starting date is sometime around June 15, 2004 with duration of drilling operations for approximately 30 days thereafter.
- 15. Since this well falls within the High Productivity Area and according to NMOCD Order R-8768-F, the "Affected Parties" will be notified by Certified Mail, but the #245A is located entirely within the San Juan 32-8 Unit Fruitland Coal Participating Area boundary and is surrounded by the participating area operator ConocoPhillips Company, therefore no notification is necessary

2004drill\ 327#219A-A newest drill prog-cav.doc

### **BLOWOUT PREVENTER ARRANGEMENT & PROGRAM**

For Drilling to Intermediate Casing Point & Setting 7" Intermediate Casing



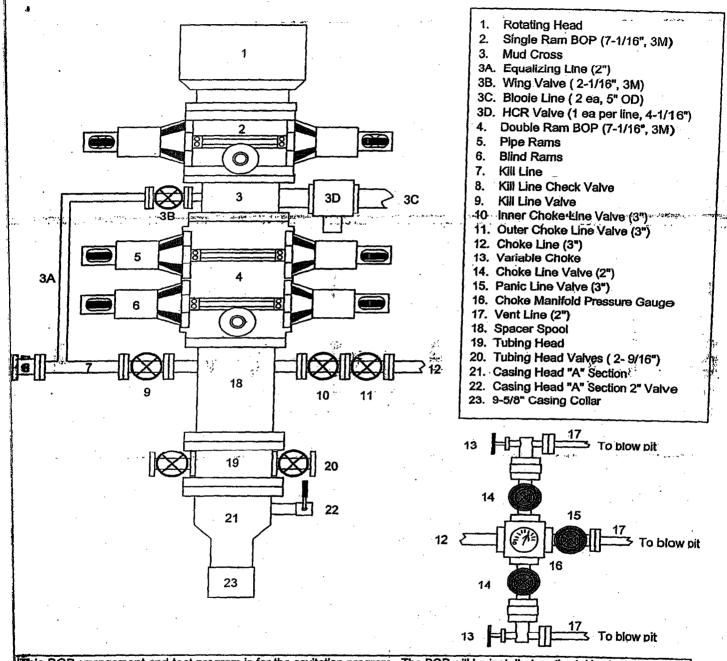
This BOP arrangement is for the drilling operations from the time the 9-5/8" surface casing is set through the setting of the 7" intermediate casing. The Casing Head "A" Section will be screwed onto the 9-5/8" surface casing stub. The BOP will be installed on the Casing Head "A" Section. The Pipe Rams, Blind Rams, Choke Manifold, and 9-5/8" surface casing will be tested to a low pressure test of 200 psi to 300 psi and to a high pressure test of 1000 psi. (this value is 44% of the minimum internal yield pressure of the 9-5/8" casing). We will drill the 8-3/4" hole to intermediate casing point and run and cement the 7" intermediate casing. Then we will nipple down the BOP, install a trash cap, & move out the drilling rig. We will install the casing spool on the 7" stub after the drilling rig is moved off location. At a later date we will move in the cavitation rig for the cavitation program.

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

## **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 Total 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 are modulated 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 bloole line is equipped with a hydraulically controlled valve (HCR valve).

### San Juan 32-7 Unit #219A NMSF078765; Unit P, 935 FSL & 1085 FEL Section 5, T31N, R7W, San Juan County, NM

#### **Cathodic Protection**

ConocoPhillips proposes to drill a cathodic protection deep well groundbed for the subject well. 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 existing well pad and a Farmington based company will be doing the drilling for ConocoPhillips.