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

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

Lease Serial No.

If Indian, Allottee or Tribe Name

NMNM78423C

| SUBMIT IN TRIPLICATE - Other instructions on reverse side 1. Type of Well | | | | | | 7. If Unit or CA/Agreement, Name and/or No. | | |
|---|--|---|--|---|-----------------------------|---|--|--|
| Oil Well 🖾 Gas Well 🗌 Other | | | | | | 8. Well Name and No. SAN JUAN 32-7 UNIT 35 | | |
| CONOCOPHILLIPS CO. | | | | | | 9. API Well No. | | |
| 3a. Address 3b. Phone No. (include area code) | | | | | | 30-045-11347 10. Field and Pool, or Exploratory Area | | |
| | | | | | | BASIN DAKOTA/BLANCO MESAVERI | | |
| 1070 NORTH 1100 EAST UL: A , Sec: 22, T: 32N, R: 7W | | | | | | 11. County or Parish, State SAN JUAN NEW MEXICO | | |
| 12. CHECK AF | PPROPRIATE BOX(ES) TO | INDICATE NATU | RE OF NOTICE, R | EPORT, C | R O | THER DATA | | |
| TYPE OF SUBMISSION | | TY | PE OF ACTION | | | | | |
| ☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice | ☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection | ☐ Deepen ☐ Fracture Treat ☐ New Construction ☐ Plug and Abandon ☐ Plug Back | Production (Start Reclamation Recomplete Temporarily Aba Water Disposal | ŕ | | Water Shut-Off Well Integrity Other DHC | | |
| Attach the Bond under which to following completion of the inv | ectionally or recomplete horizontall he work will be performed or provitorized operations. If the operation had Abandonment Notices shall be to for final inspection.) | ly, give subsurface location de the Bond No. on file wiresults in a multiple complified only after all requirem | ns measured and true ver th BLM/BIA. Required etion or recompletion in lents, including reclamate | rtical depths subsequent r a new intervition, have be | of all preports al, a Fo | pertinent markers and zones. shall be filed within 30 days orm 3160-4 shall be filed once apleted, and the operator has | | |
| Dakota as per the attache downhole commingle. | | | | | nserv ∵ ∵ | ration Division to | | |
| | MAY 2605 OL COMB. DIV. | | CHED FOR OF APPROVA | L | FARMINGTON HE | 28 FM 10 01 | | |
| | \$25.37 | OH | C 1888 | AZ | | | | |

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)

DEBORAH MARBERRY

Signature

Od/26/2005

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal of equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to missing the subject of fraudulent statements or representations as to any matter within its jurisdiction.

ConocoPhillips

'Our work is never so urgent or important that we cannot take time to do it safely.'

San Juan Workover Procedure San Juan 32-7 #35

| Prepared By: | | Greg Piotrowicz Craig Moody | | Date: | 12/16/04 | |
|--|---|--|---|--------------------|--|--|
| Lead Engr Peer revie | w/approved By: | | | Date: | | |
| Project Lead peer rev | viewed By: | Kelly Kolb | | Date: | | |
| intervals in stages. Af production evaluation. | ing integrity and any ter clean up followin at a later date to di | necessary sq ig stimulation, rill out the brid | ueeze work, perforate produce the Mesaver ge plug and comming the project scope col | and sti de form | mulate the Mesaverde ation for a six month Dakota production with | |
| API: | 30-045-11347 | • | | | | |
| <u>_ocation</u> : | 32N-07W-22- | - | | | | |
| <u>_at</u> : | 36°58'11.744 | 4" N | <u>Long</u> : 107°32'5 | 7.84" | W | |

Elevation:

6662' GLM

6675' KBM

TD:

8315'

PBTD: 8250'

Existing Perforations:

DK:

8143'-8153' 8190'-8200' 8209'-8219'

Proposed

MV (Lewis): 4526'-4536' 4553'-4563'

Perforations:

MV (Lewis) 4842'-4548' 4859'-4872' 4938'-4945' 4954'-4964'

5845'-5827' 5862'-5886' 5890'-5895' 5904'-5917'

MV

Existing Casing, Tubing and Packer Information

| | OD (in) | Dept h (ft) | Joints | ID/Drift (inches) | Weight (#/ft) | Grad e | Capacity (bbls/ft) | Burst (psi) | Collapse (psi) | Cmt top | |
|--------------|------------|-----------------|--|----------------------------|------------------|-----------|-----------------------|----------------|-------------------|------------|--|
| Surface | 10 3/4 | 299 | 7 | 10.19/10.036 | 32.75 | H-40 | 0.1009 | 1820 | - | Surf | |
| Intermediate | 7 5/8 | 3815 | 94 | 6.969/6.844 | 26.40 | J-55 | 0.0471 | 4140 | 2890 | 650 | |
| | DV tool | DV tool at 2422 | | | | | | | | | |
| Production | 5 1/2 | 8130 | 255 | 4.892/4.767 4.950/4.825 | 17 15.5 | J-55 | 0.0232 0.0238 | 5320 4810 | 4910 4040 | 4025 | |
| | Bottom t | o top: 53 | op: 53 joints (1687') of 17 ppf; 178 joints (5681') of 15.5 ppf; 24 joints (748') 17 ppf | | | | | | | | |
| Liner | 4 | 8028- 8311 | 9 | 3.476 | 11.34 | J-55 | 0.0155 | 5350 | 4960 | 8028 | |
| Tubing | 2 3/8 | 8212 | 274 | 1.995/1.901 | 4.7 | J-55 | 0.00387 | 7699 | 8096 | - | |
| | Seating | nipple at | 8181' | | | | | | | | |

Plunger Lift

PROCEDURE:

- 1. Notify operator (Gary Huntley Cell # 505-486-1908) of plans to move on the well.
- 2. Test anchors prior to moving on location. Last known date of rig work: January 2004
- 3. Ensure that well is shut in, energy isolated, locked and tagged out; cathodic protection disconnected. Record SI tbg, SI csg, and Braidenhead pressures.
- 4. Hold pre-job Safety Meeting.
- 5. MI & RU workover rig.
- 6. If necessary, kill well w/ 2% KCL water (contingent on Category designation of well; refer to COPC well control manual). ND wellhead and NU BOPE (refer to COPC well control manual, Sec 6.13). This well is a class 1, category 1 well.
- 7. Pick up tubing hanger and tubing, add tubing and tag bottom for fill (PBTD 8250').
- 8. POOH with tubing, standing back. Inspect tubing and replace any bad or crimped joints.
- 9. RIH with 5 1/2" CIBP and set at +/- 6020'. (Approximately 100' below proposed perf). POOH, loading well from the bottom up. Dump 10' of sand on top of plug.
- 10. Pressure test the plug & casing to 500#.
- 11. Run a CBL from 6000' to 250' above the top of cement in the 5 1/2". (top of cement previously noted at 4025' by temperature survey)
- 12. Send logs to Houston for evaluation (Terry Glaser 832-468-2332 and Lucas Bazan 281-615-2604). If squeeze is necessary, recommendation will be made to alter procedure.
- 13. RU and install isolation tool.
- 14. Test casing and plug to 4300#. Verify maximum pressure to be seen during stimulation with completion procedure.
- 15. If casing doesn't test, isolate leak and contact Houston for squeeze recommendation. Stimulations scope may change depending on casing test results.
- 16. Perforate the selected intervals MV and MV (Lewis Shale) intervals in stages, stimulate and flowback as per Completion Engineer's procedure.
- 17. Clean out to the first composite bridge plug. Obtain a 2 hour stabilized flow test through ½" choke. Submit results to Debbie Marberry (832-486-2326) or Tim Tomberlin (832-486-2328).
- 18. Drill out the first composite bridge plug and clean out to the second composite bridge plug. Obtain a 2 hour stabilized flow test through ½" choke. Submit results to Debbie Marberry (832-486-2326) or Tim Tomberlin (832-486-2328).
- 19. Drill out the second composite bridge plug and clean out to the CIBP at +/-6020'. Obtain a 2 hour stabilized flow test through ½" choke. Submit results to Debbie Marberry (832-486-2326) or Tim Tomberlin (832-486-2328).

- 20. Leave CIBP in the hole temporarily. RIH with expendable check, 1.81" F nipple, 2 3/8" production tubing and land at approximately +/- 5880'. Drift tubing slowly with a 1.901"x24" diameter drift bar. (See attached drift procedure.)
- 21. Install BPV. ND BOPE and NUWH. Remove BPV. Pump-out check valve. If necessary, swab well to kick-off prior to moving the rig.
- 22. RD MO rig. Turn well over to production. Notify Gary Huntley Cell # 505-486-1908.
- 23. Notify cathodic protection personnel after job is complete so cathodic protection equipment can be re-activated. Ensure pit closures done.

| • • | |
|--|---|
| Submit 3 Copies To Appropriate District State of New Mexico | Form C-103 |
| Office District I Energy, Minerals and Natural Resource | May 27, 2004 |
| 1625 N. French Dr., Hobbs, NM 88240 | WELL API NO. 30-045-11347 |
| 1301 W. Grand Ave., Artesia, NM 88210 OIL CONSERVATION DIVISION District III 1220 South St. Francis Dr. | 5. Indicate Type of Lease |
| 1000 Rio Brazos Rd Aztec NM 87410 | STATE FEE |
| District IV 1220 S. St. Francis Dr., Santa Fe, NM 97505 | 6. State Oil & Gas Lease No. |
| 87505 SUNDRY NOTICES AND REPORTS ON WELLS | 7. Lease Name or Unit Agreement Name |
| (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.) | SAN JUAN 32-7 UNIT |
| 1. Type of Well: Oil Well Gas Well X Other | 8. Well Number 35 |
| 2. Name of Operator | 9. OGRID Number 217817 |
| CONOCOPHILLIPS CO. 3. Address of Operator P.O. BOX 2197 WL3 6108 | 10. Pool name or Wildcat |
| HOUSTON, 1X 7/252 | BASIN DAKOTA/BLANCO MESAVERD |
| 4. Well Location Unit Letter A : 1070 feet from the NORTH line and | 1100 C. C. H. FAST |
| Unit Letter : 1070 feet from the NORTH line and Section 22 Township 32N Range 7W | 1100 feet from the <u>EAST</u> line NMPM CountySAN JUAN |
| 11. Elevation (Show whether DR, RKB, RT, GR, | |
| Pit or Below-grade Tank Application or Closure | |
| Pit type WOrkover Depth to Groundwater Distance from nearest fresh water well | Distance from nearest surface water |
| Pit Liner Thickness: 12 mil Below-Grade Tank: Volume bbls | ; Construction Material |
| 12. Check Appropriate Box to Indicate Nature of Noti | ice, Report or Other Data |
| NOTICE OF INTENTION TO: | UBSEQUENT REPORT OF: |
| PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL W | |
| · | DRILLING OPNS. P AND A |
| PULL OR ALTER CASING | MENT JOB |
| OTHER:DHC 🗵 OTHER: | |
| 13. Describe proposed or completed operations. (Clearly state all pertinent details | s, and give pertinent dates, including estimated date |
| of starting any proposed work). SEE RULE 1103. For Multiple Completions: or recompletion. | Attach wellbore diagram of proposed completion |
| In reference to Order #R-11363 ConocoPhillips proposes to downhole commingle in the well is currently a single producing from the Dakota | he Basin Dakota and Blanco Mesaverde. This |
| Perforations are: | |
| Basin Dakota 8143 - 8219 | |
| Blanco Mesaverde 4526 - 5917 (proposed) | |
| Allocation will be by subtraction (see attached) | |
| Commingling in this well will not reduce the value of the remaining production. | |
| BLM has been notified of our intent. | |
| In reference to Order #R-11210 interest owners were not notified. | |
| | |
| | |
| I hereby certify that the information above is true and complete to the best of my knowledgrade tank has been will be constructed or closed according to NMOCD guidelines \(\mathbb{\text{\text{\text{\text{op}}}} \), a general permit | edge and belief. I further certify that any pit or helow- |
| SIGNATURE Storeh Markelly TITLE REGULATORY A | • |
| | |
| Type or print name DEBORAH MARBERRY | narberry@conocophilledephone No. (832)486-2326 |

APPROVED BY:

TITI F

DATE

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

31329

217817

30-045-11347 Property Code

' OGRID No.

1220 S. St. Francis Dr., Santa Fe, NM 87505

' API Number

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

' Property Name

Operator Name

Pool Code

72319

SAN JUAN 32-7 UNIT

CONOCOPHILLIPS CO.

OCATION AND ACREAGE DEDICATION PLAT

BLANCO MESAVERDE

Form C-102

Revised June 10, 2003

Submit to Appropriate District Office

35

Pool Name

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

Well Number

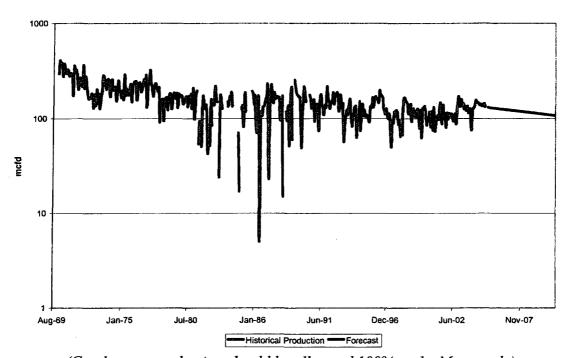
Elevation

| | | | | | Surface | <u>Location</u> | | | |
|-------------------------------|--|----------------|-------------------|----------|-------------------------------|-------------------------------------|---|---------------------------|---|
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| A | 22 | 32N | 7W | | 1070 | NORTH | 1100 | EAST | SAN JUAN |
| | ¹¹ Bottom Hole Location If Different From Surface | | | | | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| } | | | | | | | | | |
| ¹² Dedicated Acres | " Joint or | Infill | " Consolidation C | ode " O | rder No. | | | | |
| 342.56 E/2 | | | | | | | | | |
| NO ALLOWAE | BLE WILI | BE AS | SIGNED TO | THIS COM | IPLETION UNT IT HAS BEEN A | TIL ALL INTEREST APPROVED BY THE | IE DIVISION 17 OP I hereby c | ERATOR CEI | RTIFICATION ation contained herein |
| | | | | | | 1100 | beliaf. Signature DEBOR Printed Name | AH MARBERRY | Marbers |
| | S. 16.74 S. 16.74 S. 16.74 | 15 W 51 | 80 3.7. | 3(2000)[| | | deborah. Title and E-ma 04/26/20 Date | 005 | ophillips.com |
| | N.S. C. | 10.68 10.68 | 1957° | | | | was plotted me or under and correct | to the best of my bel | on shown on this plat hal surveys made by I that the same is true |
| | | | | | | | Date of Surv Signature and | d Seal of Professional Su | rveyor: |
| | | | | | | | | | |

San Juan 32-7 #35 Dakota Subtraction Allocation

Based on the most recent Dakota production, it is recommended to assign the following average daily volumes to the DK formation for the 36 months of production following the recompletion. All other production above this volume should be given to the **Mesaverde.** After the allocation runs out, please notify engineering to convert to a ratio allocation method.

San Juan 32-7 #35 Dakota Production



(Condensate production should be allocated 100% to the Mesaverde)

| Forecast | | | | | | | | | |
|----------|-----------|-------|-----------|-------|-----------|--|--|--|--|
| | Allocated | | Allocated | | Allocated | | | | |
| Month_ | mefd | Month | mcfd | Month | mcfd | | | | |
| 1 | 130 | 13 | 125 | 25 | 121 | | | | |
| 2 | 129 | 14 | 125 | 26 | 120 | | | | |
| 3 | 129 | 15 | 124 | 27 | 120 | | | | |
| 4 | 128 | 16 | 124 | 28 | 120 | | | | |
| 5 | 128 | 17 | 124 | 29 | 119 | | | | |
| 6 | 128 | 18 | 123 | 30 | 119 | | | | |
| 7 | 127 | 19 | 123 | 31 | 119 | | | | |
| 8 | 127 | 20 | 123 | 32 | 118 | | | | |
| 9 | 127 | 21 | 122 | 33 | 118 | | | | |
| 10 | 126 | 22 | 122 | 34 | 118 | | | | |
| 11 | 126 | 23 | 122 | 35 | 117 | | | | |
| 12 | 126 | 24 | 121 | 36 | 117 | | | | |

Bureau of Land Management Conditions of Approval:

- 1) If cement squeeze work is necessary, contact Matt Halbert of the BLM Farmington Field Office @ (505) 599-6350.
- 2) If this well is located in a Specially Designated Area (SDA), compliance with the appropriate <u>seasonal closure</u> requirements will be necessary.
- 3) Pits must be lined with an impervious material at least 12 mils thick. The pit must be fenced on three (3) sides during workover operations and on the 4th side after the rig moves off location. Pits must be closed within 90 days of completion of the workover operations. Prior to closing the pit the liner must be cut off at mud level.