State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary-Designate

Jami Bailey, Division Director Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following <u>3160-5</u> form.

Operator Signature Date: Original APD 6/14/2012 Sundry Extension Date 6/4/2015

API WELL#	Well Name	Well #	Operator Name •	Туре	Stat	County	Surf_Owner	UL	Sec	Twp	N/S	Rng W	V/E
30-039-31121- 00-00	SAN JUAN 28 7 UNIT	099N	CONOCOPHILLIPS COMPANY	G	N	Rio Arriba	F	N	29	27	N	7 W	V

Conditions of Approval:

(See the below checked and handwritten conditions)

- X Notify Aztec OCD 24hrs prior to casing & cement.
- X Hold C-104 for directional survey & "As Drilled" Plat
- o Hold C-104 for NSL, NSP, DHC
- Spacing rule violation. Operator must follow up with change of status notification on other well to be shut in or abandoned
- Regarding the use of a pit, closed loop system or below grade tank, the operator must comply with the following as applicable:
 - A pit requires a complete C-144 be submitted and approved prior to the construction or use of the pit, pursuant to 19.15.17.8.A
 - o A closed loop system requires notification prior to use, pursuant to 19.15.17.9.A
 - A below grade tank requires a registration be filed prior to the construction or use of the below grade tank, pursuant to 19.15.17.8.C
- Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
- Regarding Hydraulic Fracturing, review EPA Underground Injection Control Guidance 84
- Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.
- Well-bore communication is regulated under 19.15.29 NMAC. This requires well-bore Communication to be reported in accordance with 19.15.29.8.
- Comply with current regulations at time of spud

NMOCD Approved by Signature

6/12/15

Date

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

5. Lease Serial No.

NM-03560

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.	EIVED								
SUBMIT IN TRIPLICATE - Other instructions on page 2.	7. If Unit of CA/Agreement, Name and/or No.								
1. Type of Well	1 4 2005 San Juan 28-7 Unit								
Oil Well X Gas Well Other 8. V	8. Well Name and No. San Juan 28-7 Unit 99N								
2. Name of Operator Conseq Phillips Company Bureau of Spiritual Company	9-API Well No.								
Conocophillips Company Sureau of Land I	Manager 30-039-31121 D. Field and Pool or Exploratory Area								
PO Box 4289, Farmington, NM 87499 (505) 326-9700	Blanco MV / Basin DK								
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) Surface Unit N (SESW), 735 'FSL & 1645' FWL, Section 29, T27N, R07W Bottomhole Unit M (SWSW), 710 'FSL & 380' FWL, Section 29, T27N, R07W	11. Country or Parish, State Rio Arriba , New Mexico								
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTIC	CE, REPORT OR OTHER DATA								
TYPE OF SUBMISSION TYPE OF ACTION	ON								
X Notice of Intent	Production (Start/Resume) Water Shut-Off								
Alter Casing Fracture Treat Recla	lamation Well Integrity								
	omplete X Other APD Ext.								
	porarily Abandoner Disposal								
If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true we Attach the bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required su following completion of the involved operations. If the operation results in a multiple completion or recompletion in a Testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamat determined that the site is ready for final inspection.) ConocoPhillips wishes to extend the APD approval for the subject well.	ubsequent reports must be filed within 30 days a new interval, a Form 3160-4 must be filed once								
	JUN 1 1 2015								
APD extended to 6/24/2017									
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Arleen White Title	Staff Regulatory Tech								
Signature allen White Date 6/4/15									
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 or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	-00-Rim								

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime 101 any person false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. 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