Form 3160-5 (August 1999)

## UNITED STATES • DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED

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

5. Lease Serial No.

| UNDRY NOTICES | 6 AND | REPORTS | ON | WELLS |
|---------------|-------|---------|----|-------|
|---------------|-------|---------|----|-------|

Do not use this form for proposals to drill or to re-enter an 10 PM 2: 14 abandoned well. Use Form 3160-3 (APD) for such proposals.

NMSF078995
6. If Indian, Allottee or Tribe Name

| abandonoa voli. Oso vol.  | more of the by tell cash proposation   |  |
|---|--|--|
| SUBMIT IN TRIPLICATE  | Other instructions on reverse side   | 7. If Unit or CA/Agreement, Name and/or N  |
| 1. Type of Well Oil Well X Gas Well Other  2. Name of Operator ConocoPhillips Company  3a. Address 5525 Highway 64, NBU 3004, Farmingt  4. Location of Well (Footage, Sec., T., R., M., or Survey Unit C. 1240' FNL & 1485' FWL Section 28, T31N, R6W |  | 8. Well Name and No.  SJ 31-6 Unit #229A  9. API Well No. 30-039-27400  10. Field and Pool, or Exploratory Area  Basin Fruitland Coal  11. County or Parish, State |
| 12. CHECK APPROPRIATE   | BOX(ES) TO INDICATE NATURE OF NOTICE,  | Rio_Arriba, NM<br>REPORT, OR OTHER DATA  |
| TYPE OF SUBMISSION  | TYPE OF ACT  | <b>FION</b>  |
| X Notice of Intent  Subsequent Report  Final Abandonment Notice   | Alter Casing Fracture Treat Rec  | duction (Start/Resume)  Water Shut-Off  Well Integrity  Other  porarily Abandon  moved location  ter Disposal  approx. 450'  |
| If the proposal is to deepen directionally or recom   | ly state all pertinent details, including estimated starting date of a plete horizontally, give subsurface locations and measured and the plant of t | ue vertical depths of all pertinent markers and zones.   |

If the proposed of Completed Operation (cearly state an pertinent details, including estimated starting date of any proposed work and approximate duration thereor.

If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

The NM State Game and Fish Department requested we move this location approx. 450° west of the originally permitted location. To accomodate them, we will be twinning this well off of the 31-6 #27E location. Attached is a new plats and Surface Use Plan. Also find a new drilling progonsis with the appropriate changes. LaPlata Archaeological Consultants will be submitted a new report and a new EA has been submitted by Adkins Consulting.

This action is subject to technical and procedural review pursuant to 43 CFR 3165.8 and appeal pursuant to 43 CFR 3165.4

DRILLING OPERATIONS AUTHORIZED ARE SURJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS".

| AUG 2003<br>(C. 62 12 12 01 93)                    | SCAR BIBLISH |
|--|--------------|
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| 14. I hereby certify that the foregoing is true and correct Nam (Primed/Typed)  | Title   |  |  |  |  |  |
|---|---|--|--|--|--|--|
| Patsy Clugston  | SHEAR Administrative Assistant  |  |  |  |  |  |
| Falsy Clusit  | Date 7/10/03  |  |  |  |  |  |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE  |   |  |  |  |  |  |
| Approved by Yay Sand  | Title EP/ROW Term Date 8/11/03  |  |  |  |  |  |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds logal or 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, and Title 43 U.S.C. Section 1212, makes in the States any false, fictitious or fraudulent statements or representations as to any fraction  | any person knowingly and willfully to make to any department or agency of the United within its jurisdiction. |  |  |  |  |  |

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, Minerals & Natural Resources Department

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

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

AMENDED REPORT

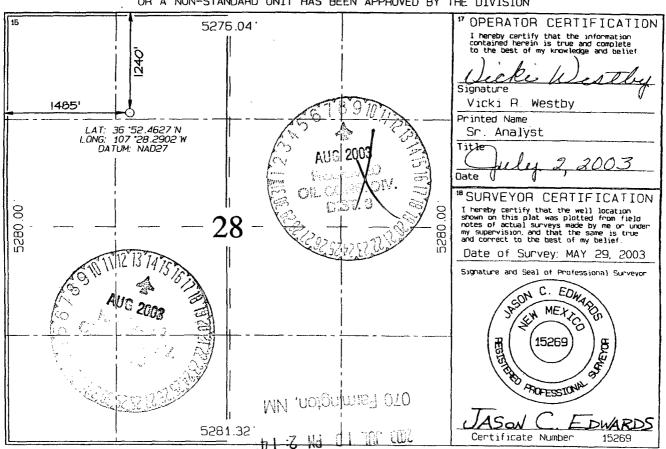
## WELL LOCATION AND ACREAGE DEDICATION PLAT

| 'API Number             | *Pool Code<br>71629 | į t                             | OO Name<br>RUITLAND COAL | _                    |
|-------------------------|---------------------|---------------------------------|--------------------------|----------------------|
| 'Property Code<br>31328 | SA                  | Property Name AN JUAN 31-6 UNIT |                          | *Well Number<br>229A |
| 'OGRID No.<br>217817    | CON                 | *Elevation<br>5458              |                          |                      |

<sup>10</sup> Surface Location

| UL or lat no. | Sect ion | Township                      | Range                            | Lot Idh                 | Feet from the                          | North/South line | Feet from the | East/West line | County        |
|---------------|----------|-------------------------------|----------------------------------|-------------------------|--|------------------|---------------|----------------|---------------|
| С             | 28       | 31N                           | 6W                               |                         | 1240                                   | NORTH            | 1485          | WEST           | RIO<br>ARRIBA |
|               |          | 11 E                          | Bottom                           | Hole L                  | ocation I                              | f Different      | From Surf     | асе            |               |
| UL or let no. | Sect ion | Township                      | Range                            | Lat Idn                 | Feet from the                          | North/South line | Feet from the | East/West line | County        |
|               |          |                               |                                  |                         |  |                  |               | -              |               |
|               |          | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> Onder No. | ······································ |                  |               |                |               |
|               | 320      | .0 Acres                      | s – (W,                          | /2)                     |  |                  | 1             |                |               |

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





| WELI   | L NAME: San J  | uan 31-6 Unit #229A  |
|--------|--|--|
| DRIL   | LING PROGNOSIS   |  |
| 1.     | Location of Proposed Well:   | Unit C (NENW), 1240' FNL & 1485' FWL Section 28, T31N, R6W                               |
| 2.     | Unprepared Ground Elevation  | on: <u>@ 6458'</u> .   |
| 3.     | The geological name of the s   | surface formation is <u>San Jose</u> .   |
| 4.     | Type of drilling tools will be   | rotary.  |
| 5.     | Proposed drilling depth is   | <u>3630'</u> .   |
| 6.     | The estimated tops of import  Naciamento - 1131  Ojo Alamo - 2431'  Kirtland - 2546'  Fruitland - 3071'  Base of Main Coal - 3331' | Base Lowest Coal - 3431' Pictured Cliffs - 3433' T. D 3630'                              |
|        |  | & COPC will comply with the BLM/OCD's Conditions of                                      |
| Approv | val for the proposed sump/ratl   | hole in this non-producing Pictured Cliffs Formation.                                    |
| 7.     | The estimated depths at w formations are expected to be  | which anticipated water, oil, gas or other mineral bearing e encountered are as follows: |
|        | Oil:   | lamo - 2431' - 2546' none and Coal - 3071' - 3431'                                       |

8. The proposed casing program is as follows:

> Surface String: 9-5/8", 32.3#, H-40 @ 200' \* Production String: 5-1/2", 17#, J-55 STC @ 3630'

Fruitland Coal -

- \* The surface casing will be set at a minimum of 200', but could be set deeper if required to maintain hole stability.
- 9. Cement Program:

Gas & Water:

150 sx - 15.8 ppg Class G cement + 2% S001 CaCl2, + 0.25#/sx **Surface String:** 

D029 Cellophane Flakes. Water required - 4.983 gal/sx . Yield -

1.16 cf/sx (174.27 cf.) Will circulated cement to surface.

3071' - 3431'

9. Cement program: (continued from Page 1)

**Production String:** Lead – 474 sx – 11.7 ppg, Class G cement + 3% D079 (Extender)

+ 0.25#/sx D029 (Cellophane Flakes) + 5#/sx Pheno Seal, + 0.2% D046 Antifoam. Mix water = 15.876 gal/sx. Yield - 2.61 ft3/sx

(1237.73 cf)

 $\frac{\text{Tail} - 243 \text{ sx} - 13.5 \text{ ppg, } 50/50 \text{ Class G/POZ} + 2\% \text{ D029}}{\text{(Bentonite)} + 2\% \text{ S001 (CaCl2)} + 0.25\#/\text{sx} \text{ D029 (Cellophane Flakes), } + 5\#/\text{sx} \text{ Gilsonite extender, } + 2.5\#/\text{sx} \text{ Pheno Seal, } \# 0.2\%}{\text{D046 Antifoam.}}$   $\frac{\text{D046 Antifoam.}}{\text{Mix water}} = 5.182 \text{ gal/sx. Yield} = 1.27 \text{ ft3/sx}}{\text{(308.67 cf)}}$ 

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.

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

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

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

## The well will be completed by fracture stimulation.

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.

Production - fresh water w/polymer sweeps. Bentonite as

required for viscosity w/LCM for lost circulation.

12. The testing, logging, and coring programs are as follows:

D.S.T.s or cores:

Logs: GR/CCL/CBL & GSL over zones of interest

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 – 750 psi

14. The anticipated starting date is sometime around August 1, 2003 with duration of drilling/completion operations for approximately 30 days thereafter.