| Submit 3 Copies To Appropriate District Office District 1 | State of New Mexico | | | Form C-103 May 27, 2004 |
|--|--|--------------------|---|------------------------------------|
| 1625 N. French Dr., Hobbs, NM 88240 | | | WELL API NO. | |
| District II 1301 W Grand Ave., Artesia, NM 88210 OIL CONSERVATION DIVISION | | | Indicate Type of Lease | 30-039- |
| District III | 1220 South St. Francis | s Dr. | STATE | FEE |
| 1000 Rio Brazos Rd , Aztec, NM 87410 District IV | Santa Fe, NM 8750 |)5 | 6. State Oil & Gas Lease No. | se SF-079290-A |
| 1220 S. St. Francis Dr., Santa Fe, NM 8750 | | | | |
| | CES AND REPORTS ON WELLS S TO DRILL OR TO DEEPEN OR PLUG BACK T | OA | 7. Lease Name or Unit Agreement | t Name |
| DIFFERENT RESERVOIR USE "APPLICATION | | | San Jua | n 28-7 Unit |
| PROPOSALS) 1. Type of Well: | | | 8. Well Number | |
| Oil Well Gas Well X | Other | | #1 | 187M |
| 2. Name of Operator | ConocoPhillips | | 9. OGRID Number | 7817 |
| 3. Address of Operator | - | | 10. Pool name or Wildcat | |
| 4. Well Location | REET, FARMINGTON, NM 87402 | | Blanco M | IV/Basin DK |
| Unit Letter I :1 | feet from the South | line and | 930' feet from the | East line |
| Section 24 | Township 28N RI Elevation (Show whether DR, RKB, RT, | | NMPM NMPM | County Rio Arriba |
| | 62 | | | |
| Pit or Below-grade Tank Application | or Closure | | | |
| Pit type New Drill Depth to Groundw | | water well lume | >1000' Distance from nearest surfa | ace water <= 200' |
| Pit Liner Thickness: 12 | | | | |
| | Check Appropriate Box to Indicate | ate Nature | · • | |
| PERFORM REMEDIAL WORK | NTENTION TO: PLUG AND ABANDON | REMEDIAL | SUBSEQUENT RE | PORT OF: ALTERING CASING |
| TEMPORARILY ABANDON | CHANGE PLANS | | DE DRILLING OPNS. | P AND A |
| PULL OR ALTER CASING | MULTIPLE COMPL | CASING/C | EMENT JOB | |
| OTHER: New | y Drill X | OTHER | | |
| | ted operations. (Clearly state all pertinents). SEE RULE 1103. For Multiple Comp | | | |
| or recompletion. |). SEE ROLE 1103. For Multiple Conf | pietions. Atta | en wendore diagram of proposed co | RCVD NOV 30 '07 |
| | | | | |
| | | | | OIL CONS. DIV. |
| New Drill, Lined: | | | | DIST. 3 |
| | ct a new drilling pit, an associated vent/f | | | |
| | a, the new drilling pit and pre-set mud pi on of the vent/flare pit will be designed to | | | |
| - | these pits according to the November 1, 2 | | - | C |
| The OCD estimated groundwater to | be at 20' below surface, so reserve pit w | vas denied. O | 11/20/07 Brandon Powell with the | a OCD and Dala Crawford with |
| · · | g drilled by Tierra Corrosion Control on t | | | |
| | he water table until they had reached a de | epth of 90 feet | . OCD has the log. Please approve | : COPC's request to use a standard |
| reserve pit. | | | | |
| | | | | |
| | | | | |
| Thereby certify that the information ab | pove is true and complete to the best of m | v knowledge | and haliaf I fouther contifu that any mit | |
| | sed according to NMOCD guidelines , a gen | | | |
| SIGNATURE Patsu | / / / / / | | | |
| | TITLE | | Regulatory Specialist | DATE HIMMOND |
| | TITLE _ | | Regulatory Specialist | DATE 11/28/2007 |
| | TITLE E-mail address. | | @conocophillips.com Tele | phone No. 505-599-4018 |
| Type or print name Passy | | | | phone No. 505-599-4018 |

TIERRA CORROSION CONTROL, INC. <u>DRILLING LOG</u>

COMPANY: ConocoPhillips LOCATION: San Juan 28-7 187E

STATE: NM BIT SIZE: 7 7/8"

LBS COKE BACKFILL: 2,600# ANODE TYPE: 2" x 60" Durachlor

CONTRACT #:

LEGALS: S24 T28W R7W DRILLER: Gilbert Peck

CASING SIZE/TYPE: 8" X 20' PVC

VENT PIPE: 300'

ANODE AMOUNT: 12

DATE: November 20, 2007

COUNTY: Rio Arriba

DEPTH: 300'

COKE TYPE: Asbury

PERF PIPE: 140'

BOULDER DRILLING: None

| DEPTH | DRILLER'S LOG | AMPS | DEPTH | DRILLER'S LOG | AMPS |
|-------|--|------|--|---------------|-------------|
| 20 | Casing | | 310 | | |
| 25 | Sand Stone | | 315 | | |
| 30 | | .7 | 320 | | |
| 35 | | 7 | 325 | | |
| 40 | | .5 | 330 | | |
| 45 | | .6 | 335 | | |
| 50 | | .7 | 340 | | |
| 55 | | 6 | 345 | | |
| 60 | | .5 | 350 | | |
| 65 | | 5 | 355 | | |
| 70 | | .6 | 360 | | |
| 75 | | .7 | 365 | | |
| 80 | | .5 | 370 | | |
| 85 | | 7 | 375 | | |
| 90 | V | .7 | 380 | | |
| 95 | Gray Shale | | | | |
| 100 | Gray Strate | 1.5 | 385 | <u> </u> | |
| 105 | | 16 | 390 | | |
| | | 1.4 | 395 | | |
| 110 | | 1.6 | 400 | | |
| 115 | | 1.5 | 405 | | |
| 120 | ļ | 1.2 | 410 | | |
| 125 | | 1.1 | 415 | | |
| 130 | | 11 | 420 | | |
| 135 | ļ | 11 | 425 | | |
| 140 | | 1.0 | 430 | | |
| 145 | | 1.1 | 435 | | |
| 150 | | 1 7 | 440 | | |
| 155 | | 1 4 | 445 | | |
| 160 | V | 1.0 | 450 | | |
| 165 | <u> </u> | .9 | 455 | | |
| 170 | Sand Stone | 1.1 | 460 | | |
| 175 | Gray Shale | 2.0 | 465 | | |
| 180 | | 2 1 | 470 | | |
| 185 | | 1.8 | 475 | | |
| 190 | | 1.4 | 480 | | |
| 195 | | 1.3 | 485 | | |
| 200 | | 1.2 | 490 | | |
| 205 | | 1.2 | 495 | | |
| 210 | | 1.1 | 500 | | |
| 215 | | 1 1 | | | |
| 220 | | 11 | | | |
| 225 | | 1.0 | | | |
| 230 | | 1.1 | | | |
| 235 | | 1.5 | | | |
| 240 | | 1.5 | | | |
| 245 | | 1.7 | <u> </u> | | |
| 250 | | 1.3 | | | |
| 255 | | 1.0 | 1 | | - |
| 260 | | 1.0 | 1 | | |
| 265 | | 1.0 | | | |
| 270 | | 10 | | <u> </u> | |
| 275 | | | - | | |
| | 1 | 1.2 | | | |
| 280 | | 1.6 | | | |
| 285 | ļ | 2.0 | | | |
| 290 | | 20 | | | |
| 295 | V | 20 | | | |
| 300 | | TD | | | |
| 305 | 1 | 1 | 1 | 1 | 1 |

| 900 | ****** | | | |
|-----|-------------|-------|------------|------|
| | ANODE # | DEPTH | NO COKE | COKE |
| ı | 1 | 295 | 2.0 | 2.7 |
| | 2 | 285 | 2.0 | 3.7 |
| | 3 | 275 | 1.2 | 3.6 |
| | 3 4 5 | 265 | 1.0 | 3.5 |
| | 5 | 255 | 1.0 | 4.1 |
| ١ | 6 7 | 245 | 1.7 | 5.3 |
| | | 235 | 1.5 | 5.2 |
| | 8 | 225 | 1.0 | 4.2 |
| | 9 | 215 | 1.1 1.2 | 4.4 |
| | 10 | 205 | 1.2 | 4.3 |
| | 11 | 195 | 1.3 | 4.4 |
| | 12 | 185 | 1.8 | 5.4 |
| | 13 | | | |
| | 14 | | | |
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| | 30 | | | |
| 8 | | | | |

WATER DEPTH: 90'

ISOLATION PLUGS: None LOGING VOLTS: 11.76

VOLT SOURCE: AUTO BATTERY

TOTAL AMPS: 12.3

TOTAL GB RESISTANCE: 0.95-

REMARKS:

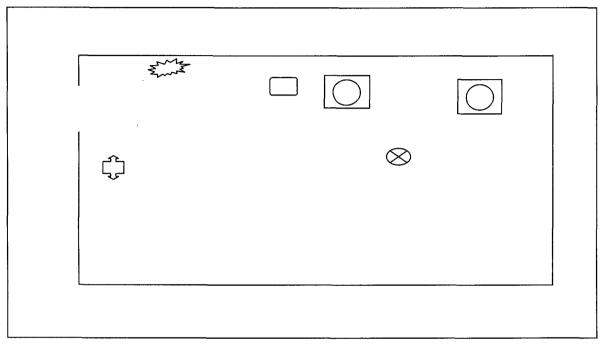
Company: ConocoPhillips Well: San Juan 28-7 187E Legals: S24 T28W R7W

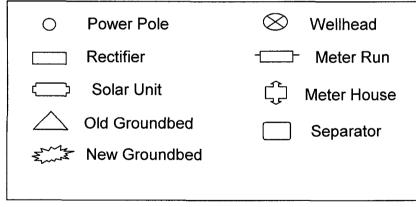
County: Rio Arriba

State: NM

Date: November 20, 2007







OCD CATHODIC PROTECTION DEEPWELL GROUNDBED REPORT DATA SHEET: NORTHWESTERN NEW MEXICO

OPERATOR: ConocoPhillips CO. FARMINGTON, NM 87401 PHONE: 599-3400

SUBMIT 2 COPIES TO O.C.D. AZTEC OFFICE

| GODIVILLE TO C.C.D. T.E. LO OT TOE | 1 11011L. 000-0400 |
|--|---|
| LOCATION INFORMATION WELL NAME OR PIPELINE SERVED: Son Tran 38-7# U PPCO. RECTIFIER NO.: ADDITIONAL WELLS: TYPE OF LEASE: LEASE NUMBER | API Number EGAL LOCATION: SECRYTANIAN INSTALLATION DATE: [//20/07] R: |
| GROUND BED INFORMATION TOTAL DEPTH: 300 CASING DIAMETER: 8" TYPE OF TOP ANODE DEPTH: 185" BOTTOM ANODE DEPTH: 3 9'5" ANODE DEPTHS: 395,365,375,365,355,335,335 AMOUNT OF COKE: 3-600165 | |
| WATER INFORMATION WATER DEPTH (1): 90 WATER DEPTH (2): GAS DEPTH: NOTE CEMENT PLUGS: 200 | · |
| OTHER INFORMATION TOP OF VENT PERFORATIONS: 140 VENT PIPE DEPTH: 30 REMARKS: | nce |

IF ANY OF THE ABOVE DATA IS UNAVAILABLE, PLEASE INDICATE SO. COPIES OF ALL LOGS, INCLUDING DRILLERS LOGS, WATER ANALYSIS, AND WELL BORE SCHEMATICS SHOULD BE SUBMITTED WHEN AVAILABLE. UNPLUGGED UNABANDONED WELLS ARE TO BE INCLUDED.

*- LAND TYPE MAY BE SHOWN: F-FEDERAL; I-INDIAN; S-STATE; P-FEE IF FEDERAL OR INDIAN, ADD LEASE NUMBER.

Tuesday, October

Conditions of Approval

Operator: ConocoPhillips Company Well Name: San Juan 28-7 Unit #187M

Legal Location: 1,395' FSL, 930' FEL, Sec., 24, T. 28 N., R. 7 W.

EA Log Number: NM-210-07-388 Inspection Date: 10/24/06 Lease No: NMSF 079290-A

The following conditions of approval will apply to this well unless a particular Surface Managing Agency or private surface owner has supplied to Bureau of Land Management and the operator a contradictory environmental stipulation. The failure of the operator to comply with these requirements may result in the assessment of liquidated damages or penalties pursuant to 43 CFR 3163.1 or 3163.2. A copy of these conditions of approval shall be present on the location during construction, drilling and reclamation activity.

Conditions of Approval

These conditions of approval stipulations apply to the ConocoPhillips Company San Juan 28-7 Unit #187M well pad, access road and pipeline and other associated facilities. Failure of the operator to comply may result in the assessment of liquidated damages or penalties pursuant to 43 CFR 3163.1 or 3163.2.

In accordance with BLM instruction Memorandum No. 2005-247, if the well has not been spudded by September 30, 2008, this APD will expire and the operator is to cease all operations related to preparing to drill the well.

Special Stipulations

Copy of Plans: A copy of these stipulations, including exhibits and the Plan(s) of Operation (if required), shall be at the project area and available to persons directing equipment operation.

Drainage: Rolling berms will be built on the south, east and west sides of the well pad to keep water from running across the location. Diversion ditch (es) will be constructed on the west side of the well pad, behind the berm, draining to access road culvert to the south. A diversion around the tear drop will be built at reclamation draining both sides of the access road to the well pad.

Culverts: Culverts of sufficient size (minimum 24 inches) will be placed on pad to pad access and where necessary in low spots in the existing access. Sill traps will be built upstream of all culvert locations if possible.

Cut and Fill Slopes: The final cut and fill slopes shall be brought back to as close to the original contour as possible. To obtain this ratio, pits and slopes shall be backsloped into the pad upon completion of drilling. Construction slopes can be much steeper during drilling; but will be re-contoured to the above ratio during reclamation.

Pits: Pits will be lined with an impervious material at least 12 mils thick. Mud and blow pits will be constructed so as not to leak, break or allow discharge of liquids or produced solids. At least half of the capacity of the reserve pit must be in cut. The top of the outside wall of reserve pit should be smoothed-off with a minimum of one blade width. The pit should have adequate capacity to maintain 2 feet of free board. Pits are not to be located in natural drainages. Pit walls are to be "walked down" by a crawler type tractor following construction and prior to usage.

Cultural Resources: Cultural resources have not been located on or adjacent to the project area. See Cultural Resources Record of Review BLM Report Number 2007 (I) 039F attached to the APD for stipulations.

Silt Trap: A silt trap will be built encompassing the entire construction zone on the north ပြုပြုပြုပြုပြုပြု

side of the well pad. This silt trap will be drain into the diversions on the west and east sides of the well pad.

Trees: Trees and brush shall be chipped, incorporated into the cut and fill.

General Conditions of Approval

The following general stipulations apply to the ConocoPhillips Company San Juan 28-7 Unit #187M well including, but not restricted to the well pad, access road, pipeline and cathodic protection line.

Authorized Use: All activities associated within the construction, use/operation, maintenance, and abandonment or termination of the ConocoPhillips Company San Juan 28-7 Unit #187M is limited to areas approved in the APD. All roads on public land must be maintained in good passable condition year round.

Paleontology Specially Designated Area: Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the Holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. AN evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The Holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the Holder.

Storage Facilities Berms: Berms or firewalls will be constructed around all storage facilities sufficient in size to contain the storage capacity of tanks, or the combined capacity of tanks if a rupture could drain more than one tank. Berm walls will be compacted with appropriate equipment to assure proper construction.

Unguarded Pit Fencing: All unguarded pits (reserve/production/blow pits) containing liquids will be fenced with woven wire. Drilling pits will be fenced on three sides and once the rig leaves location, the fourth side will be fenced. All fencing must be a legal fence in accordance with New Mexico State Law.

Pit Closure and Reclamation: The operator or his contractor will contact the Bureau of Land Management, Farmington Field Office, Environmental Protection Staff, (505) 599-8900, 48 hours prior to any reclamation efforts associated with this project.

- a. Reserve pits will be closed and rehabilitated 90 days after completion or 120 days from the well spud date. All reserve pits remaining open after the 90 days will need written authorization of the Authorized Officer from the Farmington Field Office. This requirement is addressed in the General Requirements in Onshore Order #7.
- b. Liquids in pits will be allowed to evaporate, or be properly disposed of, before pits are filled and re-contoured. The AO will be will be notified 24 hours prior to fluid hauling. Under no circumstances will pits be cut and drained. Aeration of pit fluids must be confined within pit area. Upon completion of the well the reserve pit will be covered with screening or netting and remained covered until the pit is reclaimed.
- c. Prior to closing the pit, any plastic material used to line the pits will be removed to mud level before the pits are covered. The excess liner will be hauled to a licensed disposal area. The final grade of reserve pit (after reclamation) shall allow for drainage away from pit area.