Form 3160-3 (August 1999)

UNITED STATES

46789m

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

DEPARTMENT OF T	THE INTERIOR A		
BUREAU OF LAND N	MANAGEMENT - 'A	5. Lease Serial No.	
Botte.ie of Erice	AUG 2001	SF-079289	
APPLICATION FOR PERMIT	TO DRILLE OR RESOURCE OF	6. If Indian, Allottee or Tribe Name	
la. Type of Work:	DIST. 3	7. If Unit or CA Agreement, Name and No.	
1b. Type of Well: Oil Well 🛭 Gas Well 🗖 Oth	ner Green Zone 7 7 28 Wartiple Zone	Lease Name and Well No. SAN JUAN 28-7 218E	
	VICKI WESTBY E-Mail: Vicki.R.Westby@conoco.com	9. API Well No. 30-039-2678/	
3a. Address 10 DESTA DR., ROOM 608W MIDLAND, TX 79705	3b. Phone No. (include area code) Ph: 915.686.5799 Ext: 5799	10. Field and Pool, or Exploratory Sasmular PICTURED CLIFFS SOUTH/DAKOTA TECONOMICS TO THE PROPERTY OF THE P	
4. Location of Well (Report location clearly and in accorda	nce with any State requirements.*)	11. Sec., T., R., M., or Blk. and Survey or Area	
At surface SESE 1030FSL 1025FEL		P Sec 12 T28N R7W Mer NMP	
At proposed prod. zone			
14. Distance in miles and direction from nearest town or post	office*	12. County or Parish RIO ARRIBA 13. State NM	
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of Acres in Lease	17. Spacing Unit dedicated to this well	
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth 8399 MD	20. BLM/BIA Bond No. on file	
21. Elevations (Show whether DF, KB, RT, GL, etc. 6817 GL	22. Approximate date work will start	23. Estimated duration	
procedural review pursuant to 43 and appeal pursuant to 43 CFR 3	CFR 3165.3 165.4. 24. Attachments	ING OPERATIONS AUTHORIZED ARE ECT TO COMPLIANCE WITH ATTACHE PRAL REQUIREMENTS"	
The following, completed in accordance with the requirements of	of Onshore Oil and Gas Order No. 1, shall be attached to	this form:	
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest Syst SUPO shall be filed with the appropriate Forest Service Of 	Item 20 above). Sem Lands, the 5. Operator certification	formation and/or plans as may be required by the	
25. Signature	Name (Printed/Typed) VICKI WESTBY	Date 07/13/2001	
Title AUTHORIZED SIGNATURE		-	

Date Approved by (Signature) Name (Printed/Typed) /8/ Joel Farrell Title 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 #5666 verified by the BLM Well Information System
For CONOCO INC., sent to the Farmington Committed to AFMSS for processing by Lucy Bee on 07/18/2001 ()

** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL **

District [PO Box 1980, Hoods, NA 86241-1960

District II PO Orewer DO, Artesis, NA 86211-0719

District III 1000 Rio Brezos Rd. Aztec. NM 87410

District IV PO 80x 2088, Santa Fe, NM 87504-2088 State of New Mexico Energy, Hinerals & Natural Resources Opportunity

Aevised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lesse - 4 Copies
Fee Lesse - 3 Copies

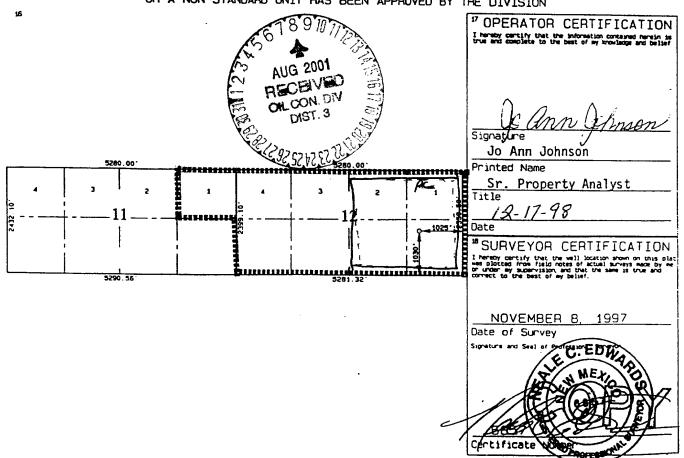
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION WELL

30-039		781		Pool Cod 2/72439	/11594 P	Basin	ako Blanco	PC South	
'Property'	Code	Property Name 'We!! Number				11 Number			
016608		CAN HAAN OO TIMITT				218E			
'0GRIO 1	4 0.	*Operator Name *Ele				levation			
005073			CONOCO. INC.					6817	
10 Surface Location									
UL or lot no.	Section	Township	Range	Let Ion	Feet from the	North/South line	Feet from the	East/West line	County
Ρ	12	28N	7W		1030	South	1025	East	RIO
11 Bottom Hole Location If Different From Surface									
UL or lot no.	Section	To-mehiji	Renge	Let Jan	Feet from the	North/South line	Feet from the	East/West line	County
								-	
** Dedicated Acres	•	to Joint or In	1/111 M Con	olidetian Code	⁵⁰ Order No.		· · · · · · · · · · · · · · · · · · ·	1/501	haa 1
321.22	143.60	Y		U Non-standard Spacing Order No. R-2948			3/76		
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED									

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



CONOCO, INC. SAN JUAN 28-7 UNIT #218E 1030' FSL 1025' FEL SEC 12, T28N, R7W R10 ARRIBA COUNTY, NEW MEXICO | |23 PETTUS , 6783 San Rajael Spring Canyon W14 06W, 6830 6812 6849 6790 x 16780 × 6781 6631

Schlumberger Dowell

Big A Rig 42 Conoco Inc. Phone 320-8107

SJU 28-7 218E

Set 9.625" Casing at +/- 250' lifting Cement up to SURFACE in a 12.25" Hole.

CLASS G + 2% CALCIUM CHLORIDE + 0.25 PPS CELLOPHANE

(250)*(2.00%)*(0.3132 ft/cu.ft.) Divided by 1.19 yield = 150 sacks Cement

- 1 Pump 20 bbl Water
- 2 Mix and pump 150 sx Cement Slurry
- 3 Drop Wooden plug and displace with fresh water

 System #1:
 Type

 Class
 B
 Conce UOM

 Add 1
 S1
 2.00 %BWOC

 Add 2
 D29
 0.25 PPS

 System #1 Mix
 15.60 PPG

 Yield:
 1.19 Ft.3/Sk.

Mix Water: 5.19 Gals./sk.
Total Liquid: 5.19 Gals./sk.
Fluid loss 800 ml 30 min.
Thickening time 3 hr

Comp. Strength 1000 psi in 12 hours
Comp. Strength 2200 psi in 24 hours
Free Water <1.0 ml in 2 hours

Marty Hupp Sales Engineer 505-325-5096 Fax: 505-327-0317



Conoca Inc. Phone 320-8107

SJU 28-7 218E

Set 7" Casing at +/- 4136' lifting Cement up to surface in a 8.75" Hole.

125% excess

 $(4136)^{*}(2.25\%)^{*}(0.1503 \text{ fVcu.ft.}) = 1400 \text{ cubic feet.}$

100 sacks of tail cement = 138 cubic feet

1400 cubic feet - 138 cubic feet = 1260 cubic feet of lead cement

1260 cubic feet divided by 2.86 yield for 440 sacks lead cement

440 SACKS LEAD CEMENT

- 1 Pump 10 bbi Water
- 2 Pump 20 bbl CW100 water spacer
- 3 Pump 10 bbl Water
- 4 Mix and pump 440 sx Lead Cement Slurry AT 11.4 PPG

Thickening Time

- 5 Mix and pump 100 sx tail cement at 13.5 ppg
- 6 Drop plug and displace with fresh water

System #1:	LEAD SLURRY B + 3% D79 + 0.25#/SK + 0.1% D46			
Class	B	Concentr.	UOM	
	D79 EXTENDER	. 3	%BWOC	
Add 1	D29 Cellophane	0.25	PPS	
Add 2	D46 Antifoam	0.1	%BWOC	
	System #1 Mix Weight:	11,4	PPG	
	Yield:	2.86	Ft3/Sk	
	Mix Water:	17.64	Gals./sk.	
	Total Liquid :	17.64	Gals./sk.	
	Fluid Loss :	700	ml/30 min.	
	Free Water	1	mV2 hour	
	Compressive Strength:	250	psi/12 hour	
	Compressive Strength:	600	psi/24 hour	

6 hours @120 f

Marty Hupp Sales Engineer 505-325-5096 Fax: 505-327-0317

7" intermediate

	100 SACKS TAIL SLURRY		
System #	Type		
Class	В	Concentr.	UOM
Paz	D35	50.00	%BWOC
Add 1	D20	2.00	%BWOC
Add 2	S1	2.00	%BWOC
Add 3	D42	5.00	PPS
Add 4	D29	0.25	PPS
Add 5	D46	0.10	%BWOC
Add 6	D65	0.15	%BWOC
	System #1 Mix Weight:	13.50	PPG
	Yield:	1.38	Ft3/Sk
	Mix Water:	6.07	Gals./sk.
	Total Liquid :	6.07	Gals./sk.
	Fluid Loss:	550	ml/30 min.
	Free Water	1	ml/2 hour
	Compressive Strength:	800	psi/12 hour
	Compressive Strength:	1250	psi/24 hour
	Thickening Time	3.5	hours @120 f

4.5" production string



Conoco Inc. Phone 320-8107

SJU 28-7 218E

Set 4.5" Casing at +/- 8099' lifting Cement up to 3836' in a 6.25" Hole.

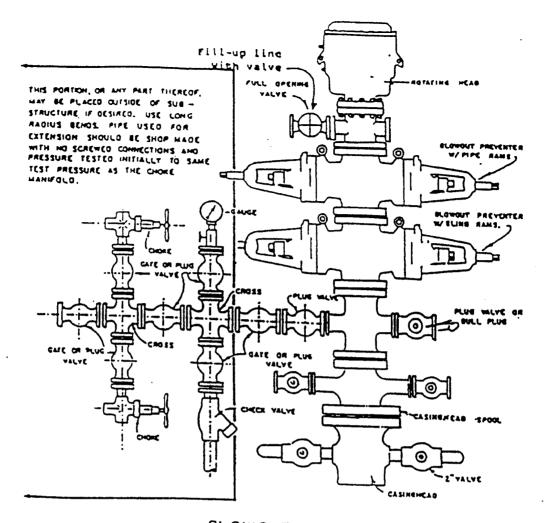
One Cement Slurry mixed at 13.5 ppg with 75% excess

(8099-3836)*(1.75%)*(0.1026 ft/cu.ft.) Divided by 1.37 yield = 560 sacks Cement

- 1 Pump 10 bbls w/10 gallons D122a and 5 gal J477
- 2 Pump 20 bbl CW100
- 3 Pump 10 bbl Water with 1 gallon L64
- 4 Mix and pump 560 sx Cement Slurry AT 13.5 PPG
- 5 Drop plug and displace with fresh water

	560 SACKS	
System	50/50 + 2% Gel	4.5" LONGSTRING
Class	В	Concentr. UOM
Poz	D48 POZ	50 %BWOC
Add 1	D20 Gel	2 %BWOC
Add 2	D29 Cellophane	0.25 PPS
Add 3	D46 Antifoam	0.1 %BWOC
Add 4	B14 Fluid Loss	0.4 %BWOC
Add 5	D65 Dispersant	0.2 %BWOC
Add 6	D800 RETARDER	0.1 %BWOC
	System #1 Mix Weight:	13.5 PPG
	Yield :	1.37 Ft.3/Sk.
	Mix Water :	6.05 Gals./sk.
	Total Liquid :	6.05 Gals./sk.
	Fluid Loss :	336 ml/30 min.
	Free Water	0.5 ml/2 hour
	Compressive Strength:	750 psi/12 hour
	Compressive Strength:	1250 psi/24 hour
	Thickening Time	3.5 hours @ 150

Marty Hupp Sales Engineer 505-325-5096 Fax: 505-327-0317



BLOWOUT PREVENTER HOOKUP

Drilling contractors used in the San Juan Basing supply 3000 psi equipment, but cannot provide annular preventors because of substructure limitations. Maximum anticipated surface pressures for this well will not exceed the working pressure of the proposed BOP Please see the attached BOP diagram details 2000 psi equipment according to Onshore Order No. 2 even though the equipment will test to 3000 psi. The 2000 psi system allows deletion of the annular preventor and fulfills your requirements (note diagram No. 1). In addition, the following equipment will comprise the 2000 psi system:

- Two rams with one blind and one pipe ram. 1.
- 2. Kill line (2 inch maximum).
- 3. One kill line valve.
- 4. One choke line valve.
- 5. Two chokes (reference diagram No. 1).
- 6. Upper kelly cock valve with handle. 7.
- Safety valve and subs to fit all drill strings in use.
- 8. Two-inch minimum choke line.
- 9. Pressure gauge on choke manifold.
- 10. Fill-up line above the upper most preventor.
- 11. Rotating head.

Cathodic Protection System Description

Anode Bed Type	Deep Well	
Hole Size	a-	
Hole Depth	200′ - 500′	As required to place anodes below moisture and in low resistance strata.
Surface Casing	8" Diam., ≥ 20' Length, Cemented In Annular Space	When needed, casing will be installed at an adequate depth to control ground water flow. Casing will extend a minimum of 2' above grade, be surrounded by a concrete pad, and sealed with a PVC cap. Steel casing will be substituted when boulders are encountered.
Vent Pipe	1" Diam. PVC	Vent pipe will extend from bottom of hole, through top of casing cap, and sealed with a 1" perforated PVC cap.
Type Of Anodes	Cast Iron Or Graphite	
Number Of Anodes	8 - 20	Sufficient quantity to achieve a total anode bed resistance of <1 ohm and a design life ≥ 20 years.
Anode Bed Backfill	Loresco SW Calcined Petroleum Coke Breeze	Installed from bottom of hole to 10' above top anode.
Anode Junction Box	8 - 20 Circuit Fiberglass Or Metal	Sealed to prevent insect & rodent intrusion.
Current Splitter Box	2 - 5 Circuit Metal	Sealed to prevent insect & rodent intrusion.
DC / AC Cable	DC: #2, #4, #6, #8 Stranded Copper (One Size Or Any Combination Of) With High Molecular Weight Polyethylene (HMWPE) Insulation. AC: #8 Stranded Copper HMWPE	18" depth in typical situation, 24" depth in roadway, & 36" depth in arroyo's and streams. EXCEPTION: If trenching is in extremely hard substratum, depth will be 6 - 12" with cable installed in conduit. Installed above foreign pipelines if 1' clearance is available, if not, installed under foreign pipeline with 1' clearance (AC cable always installed under foreign pipeline in conduit).
Power Source	1) Rectifier 2) Solar Power Unit 3) Thermoelectric Generator	Choice of power source depending on availability of AC & other economic factors.
External Painting	Color to be selected according to BLM specifications.	Paint applied to any surface equipment associated with the CP system which can reasonably be painted.