UNITED STATES

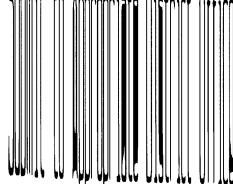
DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB NO. 1004-0136 Expires February 28, 1995

| | DONEAU OF LAND! | MANAGEMENT | | 5. LEASE I | | | | |
|--|--|--|--|--|---|---|--|--|
| APPLICATI | | SF 077974 | | | | | | |
| . TYPE OF WORK | OIT OIT EITH | JUD DIVIEL ON DEEL | _ | 6 AF INDIA | N, ALLOTTEE O | R TRIBE NAME | | |
| V | 7 - 55 | -a-u 🗂 | -0 | 1 | | | | |
| DRILL 🔀 | 7 DEI | EPEN [| an english d | 7. UNIT AC | REEMENT NAM | E | | |
| TYPE OF WELL | _ | (1) // | | _ Lodew | ick | | | |
| OIL WELL GAS WELL | OTHER | SINGLE ZONE Z MULTI | PLE ZONE | | R LEASE NAME | WELL NO. | | |
| NAME OF OPERATOR | | | | #3E | | | | |
| Conc | | 9. API WELL NO. | | | | | | |
| ADDRESS AND TELEPHONE NO. | | | | 1 | | 30451 | | |
| | esta Drive, Suite 649W. | Midland, TX 79705; 915/6 | 86-5515 | 1 | AND POOL, OR V | - , | | |
| LOCATION OF WELL (Report location | | | 35 | | , | VILLOCAT | | |
| At surface 1255' EQT 9-17 | 725' EEI | <i>.</i> | 3 | Basin I | Dakota | | | |
| 1355' FSL & 1725' FEL At proposed prod. Zone | | | | | 11_SEC., T., R., M., OR BLK. | | | |
| 1355' FSL & 17 | 725' FEL | JAN 200 | | | Sec. 18, T27N, R9W | | | |
| DISTANCE IN MILES AND DIRECT | TON FROM NEAREST TOWN OR P | OST OFFICE* | | Sec. 18 | , 12/N, K9 Y OR PARISH | W 13. STATE | | |
| | | | | | | | | |
| / DISTANCE FROM PROPOSED* | | 6. NO. OF ACRES IN LEASE | | San Jua | | NM | | |
| LOCATION TO NEAREST | | | | TO THIS WELL | _ | / | | |
| PROPERTY OR LEASE LINE, FT. / (Also to nearest drig. Unit line, if any) | | 320 | | | -320 - 5 | H.08 S/2 | | |
| DISTANCE FROM PROPOSED LOC. TO NEAREST WELL, DRILLING, CO. | | 9. PROPOSED DEPTH | 20. ROTARY OR CA | ROTARY OR CABLE TOOLS | | | | |
| OR APPLIED FOR, ON THIS LEASE ELEVATIONS (Show whether DF, F | E, FT. | 7065' | | | Rotary | | | |
| CLEVATIONS (SHOW WHETHER DF, F | 6502' | | | 22.APPROX | 01/01/00 | | | |
| | · | D CASING AND CEMENT | TNG PPO | GPAM | 01/01/00 | | | |
| SIZE OF HOLE | GRADE, SIZE OF CASING | | | | OTTAX | TITY OF OF MARK | | |
| 12 1/2" | J-55; 9 5/8" | 36# | | NG DEPTH 250' | | | | |
| 8 3/4" | J-55; 7" | 20# | | 230 2901' | | | | |
| 6 1/4" | J-55, 4 1/2" | 10.5# | | 7065' - | | | | |
| 0 1/4 | 3-33, 4 1/2 | 10.5π | | 003 | 1000 | @ 2801', 375 sxs. | | |
| | | D 1 . D 1 . MOG | | | ell will be | drilled and equippe | | |
| 1. Well Location & Acr 2. Proposed Well Plan C 3. Cementing Plan. 4. Blowout Preventer H | ng additional attachmen eage Dedication Plat (C Dutline. | ts: | s filed 05/ | /25/00. The w | | | | |
| according to the following to the following to the following to the following the foll | ng additional attachmen eage Dedication Plat (C Outline. ookup. | ts: -102). | s filed 05/ | /25/00. The w | Past Past | | | |
| 1. Well Location & Acr 2. Proposed Well Plan C 3. Cementing Plan. 4. Blowout Preventer H 5. Surface Use Plan. | ng additional attachmen eage Dedication Plat (C Dutline. ookup. Yes commandation | ts: -102). | | /25/00. The w | Past Past | | | |
| 1. Well Location & Acr 2. Proposed Well Plan C 3. Cementing Plan. 4. Blowout Preventer H 5. Surface Use Plan. 6. Production Facility L | reage Dedication Plat (Coutline. ookup. Yes counting ayout. | ts: -102) | | /25/00. The w | Paste | | | |
| 1. Well Location & Acr 2. Proposed Well Plan C 3. Cementing Plan. 4. Blowout Preventer H 5. Surface Use Plan. 6. Production Facility L This application includes | ng additional attachmen reage Dedication Plat (C Dutline. ookup. Yes common agout. ayout. processing appears a | ts: -102). -102). d, cathodic protection. | 31 63.3 | | Prost of the Control | ATT. | | |
| 1. Well Location & Acr. 2. Proposed Well Plan C. 3. Cementing Plan. 4. Blowout Preventer H. 5. Surface Use Plan. 6. Production Facility L. This application includes ABOVE SPACE DESCRIBE | reage Dedication Plat (Coutline. ookup. ayout. s ROW's for the well pate PROPOSED PROGRAM: I | d, cathodic protection. | an present pro | oductive zone and | proposed nev | w productive zone. If | | |
| 1. Well Location & Acr 2. Proposed Well Plan C 3. Cementing Plan. 4. Blowout Preventer H 5. Surface Use Plan. 6. Production Facility L This application includes ABOVE SPACE DESCRIBIT oposal is to drill or deepen dir | reage Dedication Plat (Coutline. ookup. ayout. s ROW's for the well pate PROPOSED PROGRAM: I | ts: -102). -102). d, cathodic protection. | an present pro | oductive zone and | proposed nev | w productive zone. If | | |
| 1. Well Location & Acr. 2. Proposed Well Plan Co. 3. Cementing Plan. 4. Blowout Preventer H. 5. Surface Use Plan. 6. Production Facility L. This application includes ABOVE SPACE DESCRIBE oposal is to drill or deepen dir | reage Dedication Plat (Coutline. ookup. ayout. s ROW's for the well pate PROPOSED PROGRAM: I | d, cathodic protection. f proposal is to deepen give data of a on subsurface locations and meas | an present pro | oductive zone and | proposed nev | w productive zone. If | | |
| 1. Well Location & Acr. 2. Proposed Well Plan Co. 3. Cementing Plan. 4. Blowout Preventer H. 5. Surface Use Plan. 6. Production Facility L. This application includes ABOVE SPACE DESCRIBE COPOSAL is to drill or deepen direction. | reage Dedication Plat (Coutline. ookup. ayout. s ROW's for the well past E PROPOSED PROGRAM: I rectionally, give pertinent data | d, cathodic protection. | an present pro | oductive zone and | proposed nev | w productive zone. If | | |
| Proposed Well Plan C Cementing Plan. Blowout Preventer H Surface Use Plan. Production Facility L This application includes N ABOVE SPACE DESCRIBE Toposal is to drill or deepen direction SIGNED Substitute (This space for Federal or Proposal of the Space for Federal or Proposal or Pro | reage Dedication Plat (Coutline. ookup. ayout. s ROW's for the well past E PROPOSED PROGRAM: I rectionally, give pertinent data | d, cathodic protection. f proposal is to deepen give data of a on subsurface locations and meas | an present pro | oductive zone and | proposed nev | w productive zone. If | | |
| 1. Well Location & Acr. 2. Proposed Well Plan Co. 3. Cementing Plan. 4. Blowout Preventer Host. 5. Surface Use Plan. 6. Production Facility Location includes ABOVE SPACE DESCRIBETOROPS Is to drill or deepen directly the Composal is to drill or deepen directly in the Composal of the Com | reage Dedication Plat (Coutline. Tookup. The age and appear and | ts: -102). d, cathodic protection. f proposal is to deepen give data of a on subsurface locations and meas TITLE Analyst | n present proured and true | oductive zone and evertical depths. | proposed nev Give blowout | w productive zone. If a preventer program, if | | |
| 1. Well Location & Acr. 2. Proposed Well Plan Co. 3. Cementing Plan. 4. Blowout Preventer H. 5. Surface Use Plan. 6. Production Facility L. This application includes NABOVE SPACE DESCRIBET TO SIGNED WARD Composed is to drill or deepen direction. SIGNED WARD COMPOSED COMP | reage Dedication Plat (Coutline. ookup. ayout. s ROW's for the well past E PROPOSED PROGRAM: I rectionally, give pertinent date of the country of the cou | d, cathodic protection. f proposal is to deepen give data of a on subsurface locations and meas | n present proured and true | oductive zone and evertical depths. | proposed nev Give blowout | w productive zone. If a preventer program, if | | |
| 1. Well Location & Acr. 2. Proposed Well Plan Co. 3. Cementing Plan. 4. Blowout Preventer Hostonian Surface Use Plan. 6. Production Facility Location Transplication includes NABOVE SPACE DESCRIBER TOPOSAL is to drill or deepen direction of the Signed Space for Federal of PERMIT NO. | reage Dedication Plat (Coutline. ookup. ayout. s ROW's for the well past E PROPOSED PROGRAM: I rectionally, give pertinent date of the country of the cou | d, cathodic protection. f proposal is to deepen give data or a on subsurface locations and meas TITLE Analyst APP s legal or equitable little to those rights in the | n present proured and true ROVAL DA e subject lease | oductive zone and evertical depths. DAT TE | proposed nev Give blowout | w productive zone. If a preventer program, if a | | |
| 1. Well Location & Acr. 2. Proposed Well Plan Co. 3. Cementing Plan. 4. Blowout Preventer House Plan. 6. Production Facility Location includes ABOVE SPACE DESCRIBE Toposal is to drill or deepen directly to the space for Federal of PERMIT NO. Application approval does not went conditions of APPROVAL, if | reage Dedication Plat (Coutline. ookup. ayout. s ROW's for the well past E PROPOSED PROGRAM: I rectionally, give pertinent date of the country of the cou | ts: -102). d, cathodic protection. f proposal is to deepen give data of a on subsurface locations and meas TITLE Analyst | n present proured and true ROVAL DA e subject lease | oductive zone and evertical depths. DAT TE | I proposed nex Give blowout | w productive zone. If a preventer program, if | | |

Title 18 U.S.C. Section 1001, makes it a crive 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.

District II



PO Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION

State Lease - 4 Copies

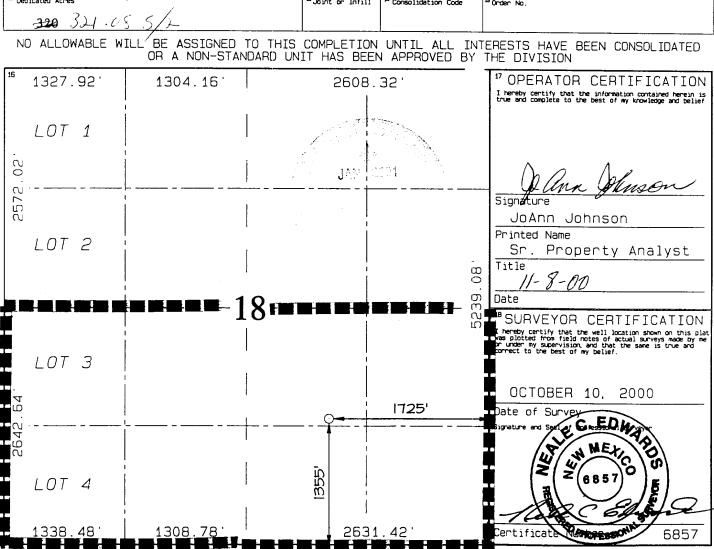
District III 1000 Rio Brazos Rd., Aztec, NM 87410 PO Box 2088 Santa Fe, NM 87504-2088

AMENDED REPORT

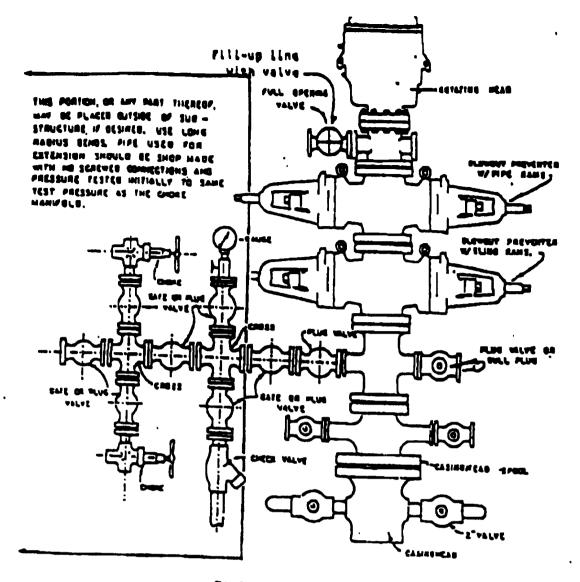
District IV PO Box 2088, Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1/ | PI Numbe | | | *P001 | Code | ³Pool Name | | | | |
|--------------------|----------|--------------------|--------|---------|-----------------------------|--------------------------------------|-------------------------|------------|-------------|-------------|
| 50-0 | 45- | 30 40 | 5/ | 32019 | / 71599 | BASIN DAKOTA | | | | AKOTA |
| *Property | Code | | | | Propert | Property Name | | Т | Well Number | |
| 22396 | | LODEWICK | | | | | | 3E | | |
| 'OGRID N | No. | *Operator Name | | | | | | *Elevation | | |
| 00507 | 73 | CONOCO, INC. 6502÷ | | | | | | 6502÷ | | |
| | _ | | | | ¹⁰ Sunface | Location | | <u>l</u> | | |
| UL or lot no. | Section | Township | Range | Lat Idn | Feet from the | North/South line | Feet from the | East/West | line | County |
| J | 18 | 27N | 9W | | 1355 | SOUTH | 1725 | EAS | T | SAN JUAN |
| | | 11 E | Bottom | Hole L | ocation I | f Different | From Surf | ace | | |
| 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 | | <u> </u> | | | ¹³ Joint or Infi | ill ¹⁴ Consolidation Code | ¹⁵ Order No. | | | |



CONOCO, INC. LODEWICK #3E 1355' FSL & 1725' FEL, SECTION 18, T27N, R9W, N.M.P.M. SAN JUAN COUNTY, NEW MEXICO



BLOWOUT PREVENTER HOOKUP

Drilling contractors used in the San Juan Basing supply 1000 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:

- 1. Two rams with one blind and one pipe ram. 2. Kill line (2 inch maximum).
- 3. One kill line valve.
- One choke line valve. 4.
- 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 | 81 | |
| 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 | 1ª 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. |

CP System will be located on the wellpaid.