District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. 1st Street, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 2040 South Pacheco, Santa Fe, NM 87505

7/12/00

State of New Mexico Energy, Minerals & Natural Resources

> Oil Conservation Divsiion 2040 South Pacheco Santa Fe, NM 87505

Form C-101 Revised March 17, 1999

ropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address ² OGRID Number 017654 Phillips Petroleum Company ³API Number 5525 Highway 64, NBU 3004, Farmington, NM 30-045-⁴Property Code ⁵Property Name Well No 009261 San Juan 32-8 Unit 26A ⁷Surface Location UL or lot no. Section Township Range Lot. Idn Feet from the North/South Line Feet from the East/West line County C 16 31N **8W** 380' North 1342' San Juan West ⁸Proposed Bottom Hole Location If Different From Surface IL or lot no Section Township Lot. Idn Feet from the North/South Line Feet from the East/West line 16 3 / N 8W 216 North 1478 me st Sa4 9 Proposed Pool 1 10 Proposed Pool 2 72319 - Blanco Mesaverde 11 Work Type Code 12 Well Type Code 13 Cable/Rotary ⁴ Lease Type Code 15 Ground Level Elevation N S-E1204-3 6568' GL-16 Multiple 17 Proposed Depth 18 Formation ²⁰ Spud Date 19 Contractor 6195 N Mesaverde Key Energy 4th Qtr 2000 ²¹Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement Estimated TOC 12-1/4" 9-5/8" 36#, J/K-55 320' 158.5sx surface 8-3/4" 7" 20#, J/K-55 L-459sx;T-50sx 38201 surface 6-1/4" 4-1/2" 11.6#, I/N-80 6195' 189 sx 100' inside 7" csq Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. The surface casing will be set at a minimum of 320', but could be set deeper if required to maintain hole stability. ** The cement for the 4-1/2" casing is designed to cover 100' inside the intermediate shoe. Depending on hole conditions, the well may be cemented in a single stage or two staged. See attached details for the cathodic protection for this well and the BOP equipment. ²³ I hereby certify that the information given above is true and complete to the Oll CONSERVATION DIVISION best of my knowledge and beli Approved by: Signature: OIL & GAS INSPECTOR, DIST. Patsy Wugston Printed name: Title: Title: Sr. Regulatory/Proration Clerk Approval Date: Expiration Date: Date: Phone: Conditions of Approval:

Attached

505-599-3454

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505 Form C-102
Revised October 18, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies

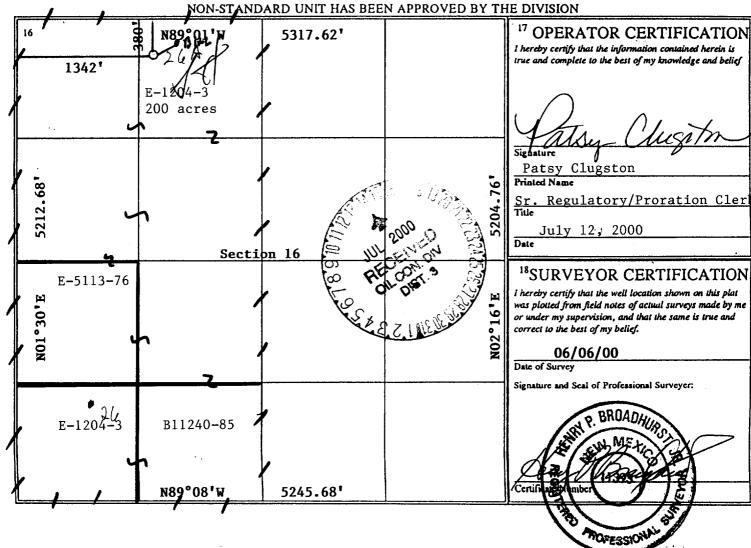
AMENDED REPORT

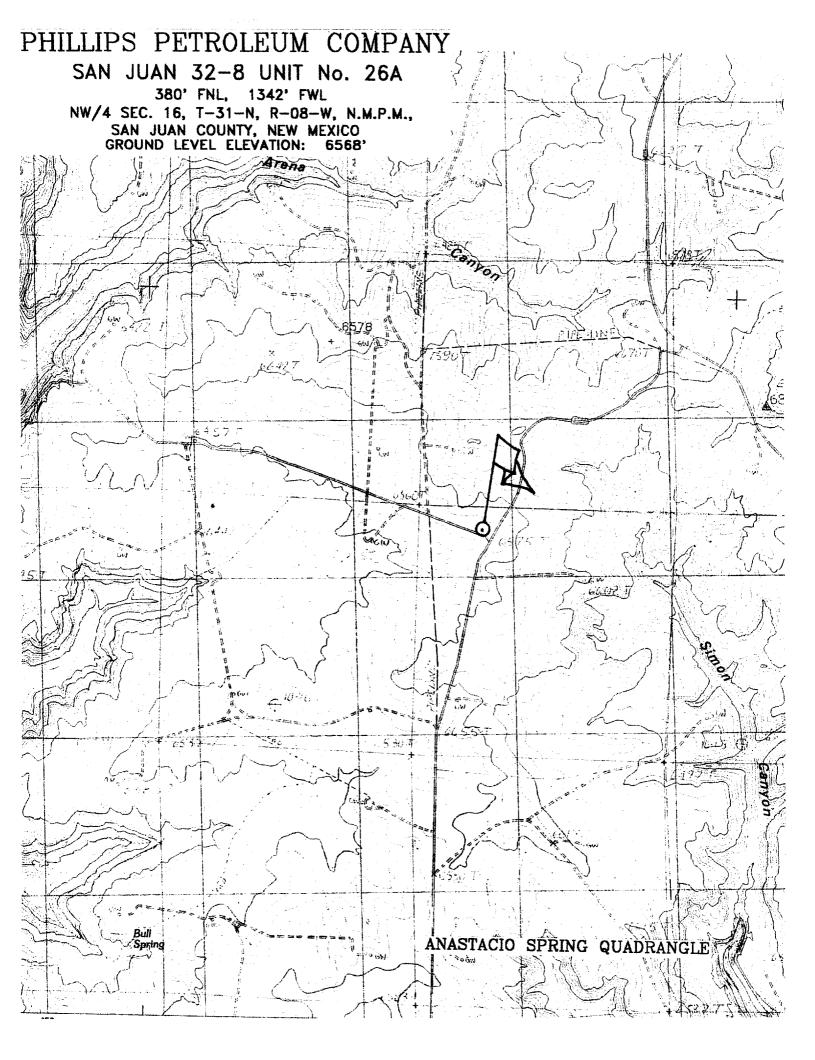
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

30048	5298	7	¹ Pool Code 72319	-	Pool Name Blanco Mesaverde				
⁴ Property (009261		⁵ Property Name SAN JUAN 32-8 UNIT							* Well Number 26A
OGRADING ST		Operator Name PHILLIPS PETROLEUM COMPANY							' Elevation 6568'—
¹⁰ Surface Location									
UL or lot no. C	Section 16	Township 31N	Range 8W	Lot Idn Feet from the North/South line 380 NORTH		Feet from the 1342	East/West line County WEST SAN JUAN		
			11 Bot	tom Hole	e Location I	f Different Fro	m Surface		
UL or lot no.	Section	Township 3/ N	Range &W	Lot Idn	Feet from the 216	North/South line	Feet from the	East/West line	/ ~ · · · · · · · · · · · · · · · · · ·
12 Dedicated Acre	es 13 Joint	or Infill 14	Consolidatio	n Code 15 O	rder No.				
320 W/2	Y		U						· · · · · · · · · · · · · · · · · · ·

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A





BOP AND RELATED EQUIPMENT CHECK LIST

3M SYSTEM:

2 hydr. rams (pipe & blind) or hydr. ram and annular with blind ram on bottom

Kill Line (2-inch minimum)

1 kill line valve (2-inch minimum)

1 choke line valve

2 chokes (refer to diagram in attachment 1) on choke manifold

Upper kelly cock valve in open position with handle available

Safety valve (in open position) and subs to fit all drill strings in use (with handle available)

Pressure gauged on choke manifold

2 inch minimum choke line

Fill-up line above the uppermost preventer

The BOPs will be pressure tested according to Onshore Order #2 III, A 1 and 30% safety factor.

drilling\BOPck.lst