

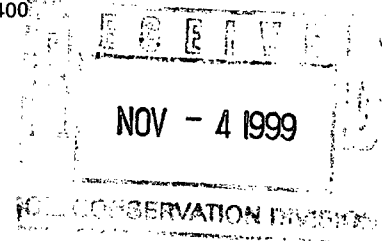
11/24/99

Mid-Continent Region
Exploration/Production

Conoco Inc.
10 Desta Drive, Suite 100W
Midland, TX 79705-4500
(915) 686-5400

November 2, 1999

New Mexico Oil Conservation division, District 1
2040 S. Pacheco
Santa Fe, NM 87504-2088



RE: Application For Non-standard Location SEMU #136
North Hardy Tubb-Drinkard (Oil) (96356)
Section 25, T-20-S, R-37-E
1980' FSL & 1090' FWL
API # 30-025-34667
Lea County, NM

RE: To amend NSL Order #4365 from
SE Monument Abo pool (Oil) (96764) to
South Skaggs Abo pool (Oil) 56650

Dear Mr. Stogner,

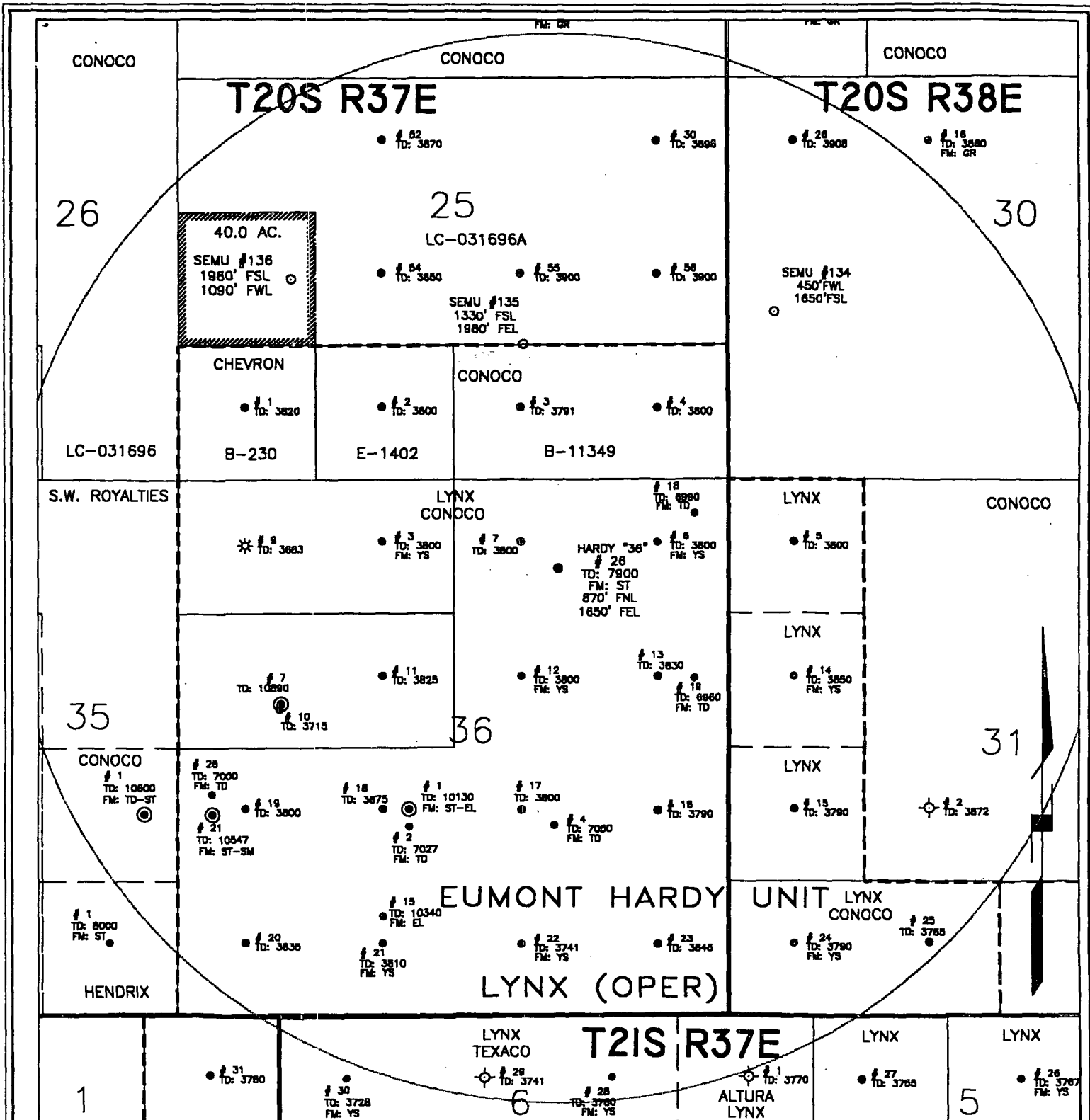
Conoco, Inc just completed the drilling of this well in September, 1999. The objective was the North Hardy Strawn pool. Unfortunately there was no economic reason to perforate the Strawn however pipe was set based on log analysis of the Abo. Conoco applied for and was granted a NSL Order # 4365 for the Southeast Monument Abo (Oil). Since that time the NMOCD in Hobbs has said that this well needs to be in the South Skaggs Abo pool (Oil). The reason Conoco put this well in the SE Monument pool to begin with is that based on the log interpretations the Abo section looked more like the wells in the Monument pool located NW of the #136. It was assumed that the well would behave much like the wells to the NW and have a very high GOR. The well has since been perforated and the tests indicate that the Abo is not going to perform like the SE Monument pool wells. Therefore Conoco would like to amend the NSL Order # 4365 to be the South Skaggs Abo pool (Oil). (See attached amended C-102)

This well is located 1980 FSL & 1090' FWL in Section 25, T-20-S, R-37-E, Lea County, NM. The well is non-standard in a 40-acre tract because it is 1090' FWL and that is 100' too far west to be a standard location. The N ½ of the S ½, and the N ½ of Section 25 is Federal lease # 031696A. The offsetting section to the west, Section 26 is also Federal Lease # 031696. The SW ¼ of the SW ¼ of Section 25 is a 40 acre State Lease # B-230 100% owned 100% by Chevron, our partners. The SE ¼ of the SW ¼ of Section 25 is a 40 acre state Lease # E-1402 operated by Conoco. Upon completion in the Tubb and subsequent production, eventually Conoco plans on Downhole Commingling the Abo and Tubb. (See attached Sundry)

Conoco, Inc. is the only offset operator. Conoco, Inc. respectfully requests that their application be approved to provide them the opportunity to utilize the #136 wellbore profitably. This will prevent economic waste by allowing immediate accessibility to test and produce the Tubb. If there are any further question regarding this application please call me as soon as possible at (915) 686-5798.

Sincerely,

Kay Maddox
Regulatory Agent - Conoco, Inc.



NOTES Pool North Hardy Tubb Drinkard		Non-Standard Location Request DATE: 10/2/99 DRAWN BY: glg CHECKED BY: APPROVED BY: SCALE: 1" = 1320' STATE PLANE COORDINATES REFERRED TO NAD27 - N.M. EAST STATE PLANE COORDINATES ZONE - 3001		<div style="text-align: center;"> </div> <div style="text-align: center;"> EPNGNA MIDLAND DIVISION </div> <div style="text-align: center;"> CONOCO SEMU # 136 NORTH HARDY TUBB DRINKARD 1980' FSL&1090' FWL-Sec. 25, T20S, R37E Lea County, New Mexico </div> <table border="1" style="width: 100%;"> <tr> <td>STATE</td> <td>API</td> <td>COUNTY</td> <td>WELL</td> <td>DRAWING</td> </tr> <tr> <td>30</td> <td>-</td> <td>025</td> <td>-</td> <td>34667</td> </tr> <tr> <td colspan="4"></td> <td>SEMUI36</td> </tr> </table> <div style="text-align: center;"> CONOCO INC. OFFICE 10 DESTA DRIVE WEST MIDLAND, TEXAS 79705 </div>		STATE	API	COUNTY	WELL	DRAWING	30	-	025	-	34667					SEMUI36
STATE	API	COUNTY	WELL	DRAWING																
30	-	025	-	34667																
				SEMUI36																

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

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

Fee Lease - 3 Copies

☐ AMENDED REPORT

API Number 30-025-34667	2 Pool Code 96356	3 Pool Name North Hardy Tubb-Drinkard (Oil)
4 Property Code	5 Property Name SEMU	6 Well Number #136
7 OGRID No. 005073	8 Operator Name Conoco Inc., 10 Desta Drive, Ste. 100W, Midland, TX 79705-4500	9 Elevation 3510'

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	25	20S	37E		1980'	South	1090'	West	Lea

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code	15 Order No.
40			

Signature Kay Maddox

Signature

Kay Maddox

Printed Name _____

Regulatory Agent

Title

November 1, 1999

Date _____

Date of Survey

Signature and Seal of Professional Surveyor:

Certificate Number

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

CONOCO INC.

3. Address and Telephone No.

10 DESTA DR. STE. 100W, MIDLAND, TX. 79705-4500 (915) 686-5424

4. Location of Well (Footage, Sec., T. R. M. or Survey Description)

Section 25, T-20-S, R-37-E, L
1980' FSL & 1090' FWL

FORM APPROVED

Budget Bureau No. 1004-0135

Expires: March 31, 1993

5. Lease Designation and Serial No.

LC 031696A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

SEMU #136

9. API Well No.

30-025-34667

10. Name and Address of Submitter

96356

11. County or Parish, State

Lea Co., NM

CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- ☒ Notice of Intent
☐ Subsequent Repon
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment
☒ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☐ Other _____
- ☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracuring
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Repon results of multiple completion well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Conoco, Inc proposes to recomplate this well to the tubb using the following procedure.

1. MIRU and pull production equipment
2. RU e-line and set RBP at 7100' to isolate the Abo
3. Perforate the Tubb from 6488-6568' @ 1jspf
4. Fracture stimulate the Tubb interval
5. RIH with 2-3/8" production equipment. RDMO

After production testing the Tubb zone Conoco plans to apply for a C-107A Order to Downhole Commingle the Abo & Tubb

14. I hereby certify that the foregoing is true and correct

Signed

Kay Maddox

Title

Kay Maddox

-Regulatory Agent

Date

November 2, 1999

(This space for Federal or State office use)

Approved by

Title

Date

Conditions of approval if any:

BLM(6), NMOCD(1), SHEAR, PONCA, COST ASST, FILE ROOM

Title 18 U.S.C. Section 1001, makes 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.

*See Instruction on Reverse Side

District I
PO Box 1980, Hobbs. NM 88241-1980

State of New Mexico
Energy, Minerals & Natural Resources Department

Revised February 21, 1994

instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

District II
PO 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

OIL CONSERVATION DIVISION

PO Box 2088

Santa Fe, NM 87504-2088

☒ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-34667		2 Pool Code 56650	3 Pool Name South Skaggs Abo (Oil)	
4 Property Code	5 Property Name SEMU			6 Well Number #136
7 OGRID No. 005073	8 Operator Name Conoco Inc., 10 Desta Drive, Ste. 100W, Midland, TX 79705-4500			9 Elevation 3510'

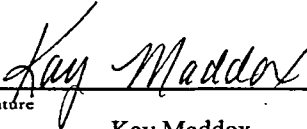
10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	25	20S	37E		1980'	South	1090'	West	Lea

11 Bottom Hole Location If Different From Surface

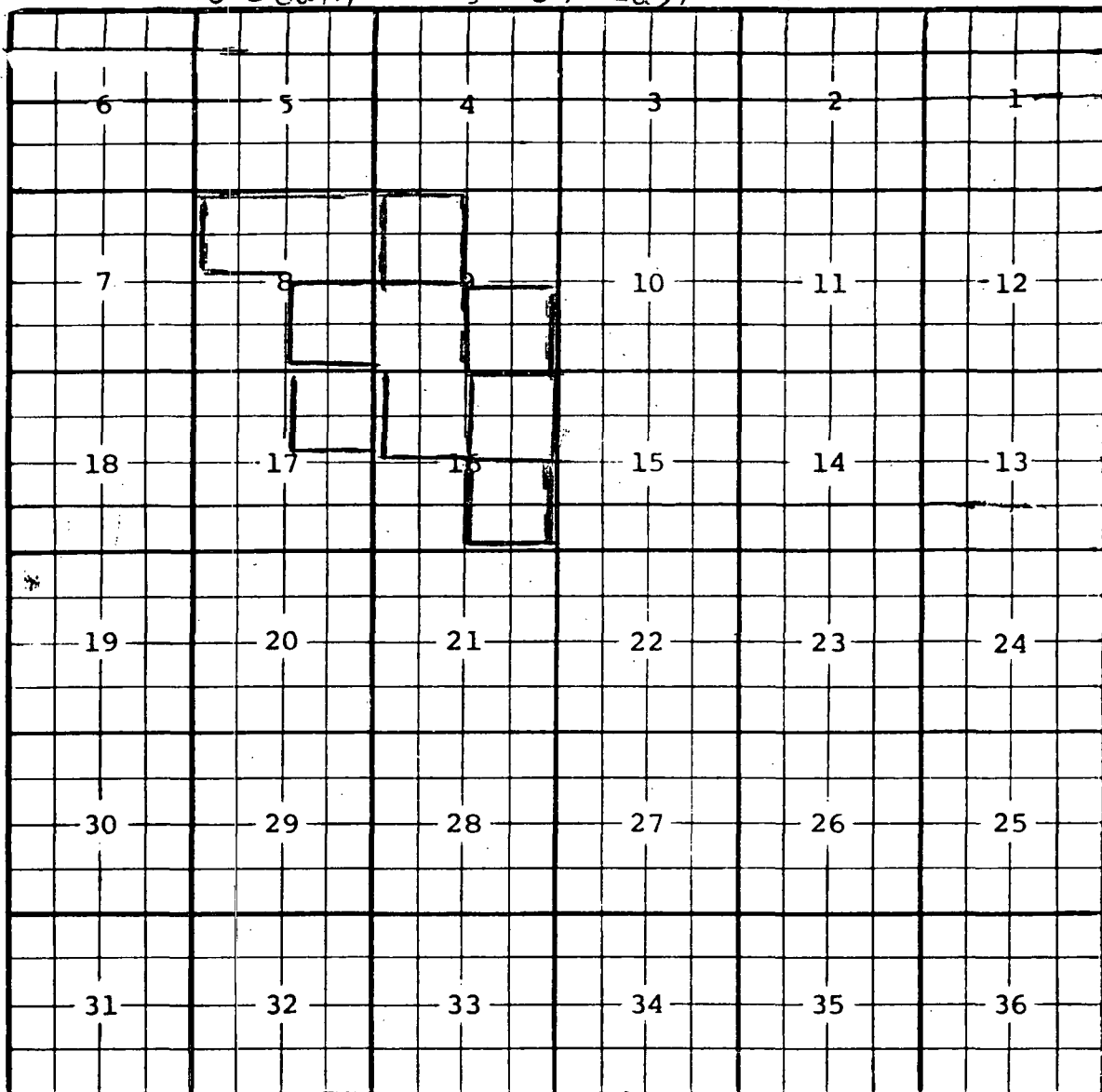
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
12 Dedicated Acres 40	13 Joint or Infill	14 Consolidation Code		15 Order No.					

**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**

16					<div><h3>17 OPERATOR CERTIFICATION</h3><p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</p><div style="text-align: center;"> Kay Maddox</div><p>Signature</p><p>Kay Maddox</p><p>Printed Name</p><p>Regulatory Agent</p><p>Title</p><p>November 1, 1999</p><p>Date</p></div>
<div style="border: 2px dashed black; width: 100px; height: 100px; margin-bottom: 10px;"></div> <div style="position: relative; height: 100px;"><div style="position: absolute; left: 0; top: 50%; transform: translateY(-50%);">1090' → ○</div><div style="position: absolute; right: 0; bottom: 0;">↑ 1980'</div></div>					<div><h3>18 SURVEYOR CERTIFICATION</h3><p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p><p>Date of Survey</p><p>Signature and Seal of Professional Surveyor:</p><div style="height: 50px;"></div><p>Certificate Number</p></div>

County Lea Pool Southeast Monument-Abo

TOWNSHIP 20 South Range 37 East NMMPM



Description: NE 1/4 Sec. 16 (R-10909, 10-31-92)

Ext: SE 1/4 Sec. 8, SW 1/4 Sec. 9, NW 1/4 Sec. 10 (R-10972, 4-13-98)

Ext: SE 1/4 Sec. 16 (R-11116, 1-7-99) Ext: NW 1/4 Sec. 9 (R-11183, 5-19-99)

Ext: N 1/2 Sec. 8, SE 1/4 Sec. 9, NE 1/4 Sec. 17 (R-11243, 9-15-99)

County Lea Pool North Hardy Tubb-Drinkard

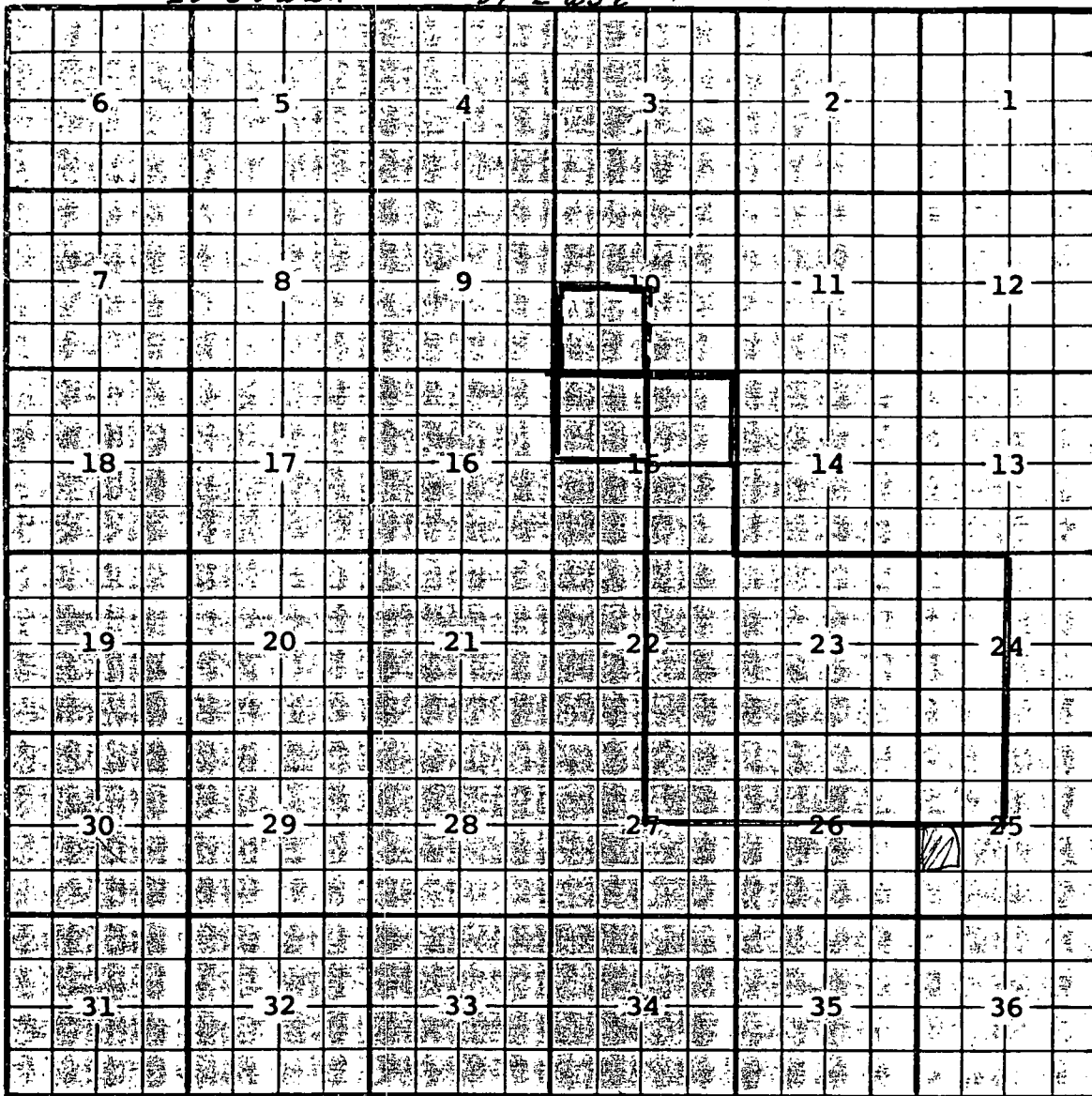
TOWNSHIP 20 South Range 37 East NMPM

6	5	4	3	2	1
7	8	9	10	11	12
18	17	16	15	14	13
19	20	21	22	23	24
30	29	28	27	26	25
31	32	33	34	35	36

Description: SW 1/4 NE 1/4, S 1/2 NW 1/4, N 1/2 SW 1/4, NW 1/4 SE 1/4 Sec. 36 (R-10327, 3-8-95)
Ext: N 1/2 NE 1/4 and SE 1/4 NE 1/4 Sec. 36 (R-10556, 3-11-96)

COUNTY Lea POOL Weir (Grinkard)

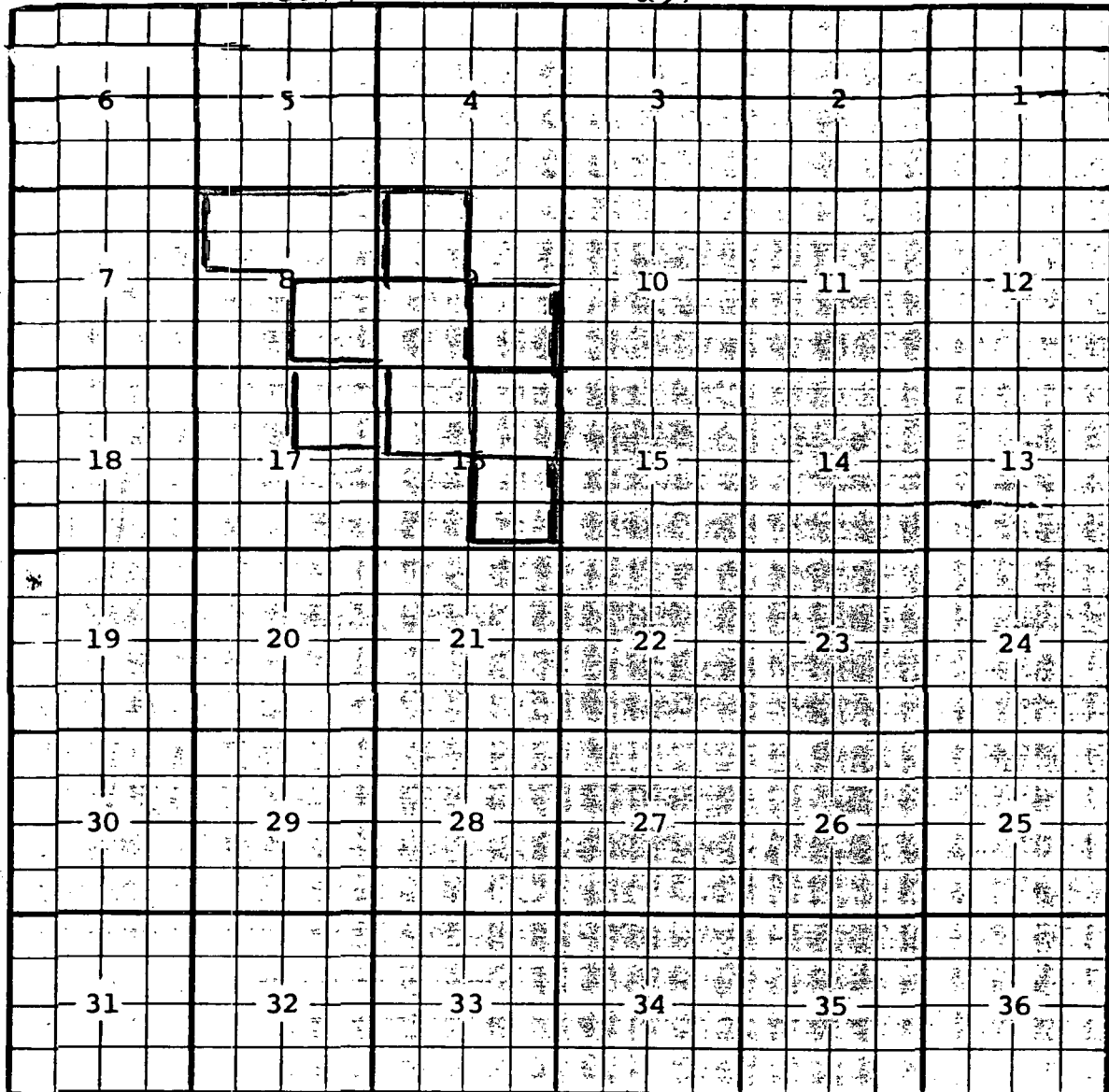
TOWNSHIP 20-South RANGE 37-East NMPM



Description: $\frac{E}{2}$ Sec. 22, $\frac{A}{4}$ Sec. 23, $\frac{W}{2}$ Sec. 24, $\frac{NW}{4}$ Sec. 25, $\frac{N}{2}$ Sec. 26, $\frac{NE}{4}$ Sec. 27, - $\frac{SE}{4}$ Sec. 15, (R-14247-1-59).
Ext. $\frac{NE}{4}$ Sec. 15 (R-6623, 4-7-81) Ext. $\frac{NW}{4}$ Sec. 15 (R-7714, 11-7-84)
Ext. $\frac{SW}{4}$ Sec. 10 (R-10972, 4-13-98)

county Lea Pool Southeast Monument-Abo

TOWNSHIP 20 South Range 37 East NMPM



Description: NE 1/4 Sec. 16 (R-10909, 10-31-97)

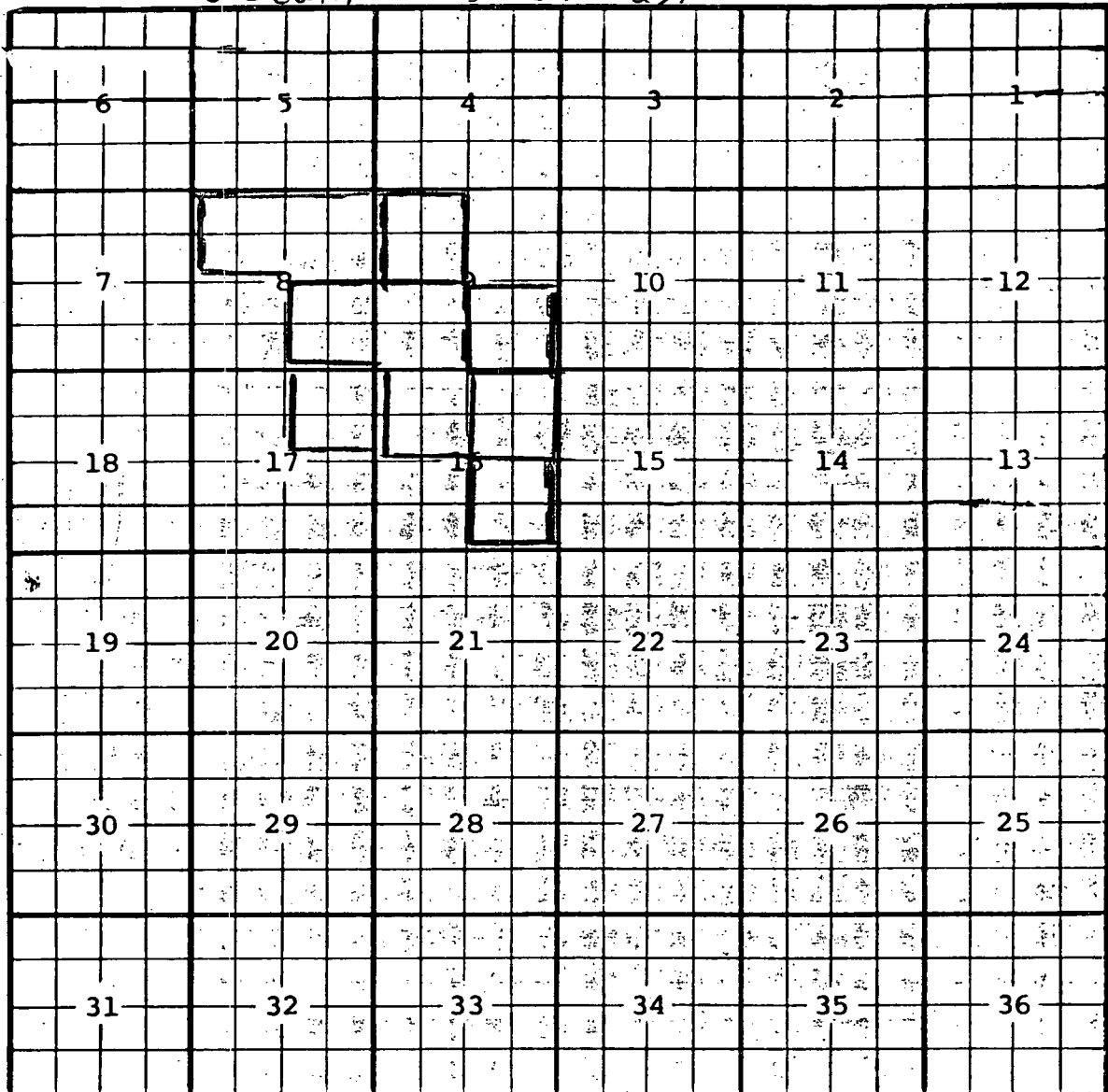
Ext: SE 1/4 Sec. 8, SW 1/4 Sec. 9, NW 1/4 Sec. 10 (R-10972, 4-13-98)

Ext: SE 1/4 Sec. 16 (R-11116, 1-2-99) Ext: NW 1/4 Sec. 9 (R-11183, 5-19-99)

Ext: N 1/2 Sec. 8, SE 1/4 Sec. 9, NE 1/4 Sec. 17 (R-11243, 9-15-99)

County Lea Pool Southeast Monument-Abo

TOWNSHIP 20 South Range 37 East NMPM



Description: NE 1/4 Sec. 16 (R-10909, 10-31-92)

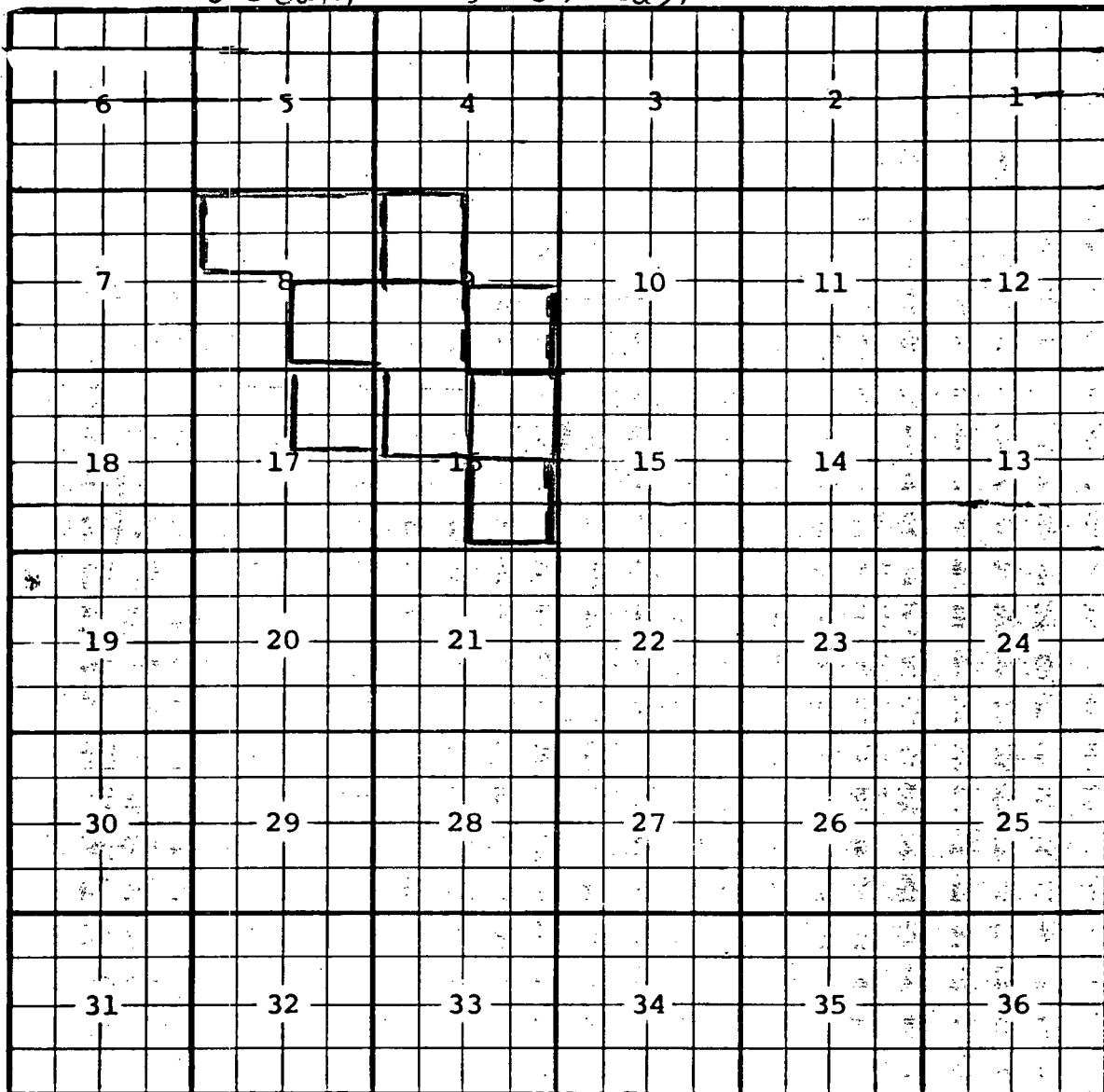
Ext: SE 1/4 Sec. 8, SW 1/4 Sec. 9, NW 1/4 Sec. 10 (R-10972, 4-13-98)

Ext: SE 1/4 Sec. 16 (R-11116, 1-7-99) Ext: NW 1/4 Sec. 9 (R-11183, 5-19-99)

Ext: N 1/2 Sec. 8, SE 1/4 Sec. 9, NE 1/4 Sec. 17 (R-11243, 9-15-99)

County Lea Pool Southeast Monument-Abo

TOWNSHIP 20 South Range 37 East NMMPM



Description: NE 1/4 Sec. 16 (R-10908, 10-31-92)

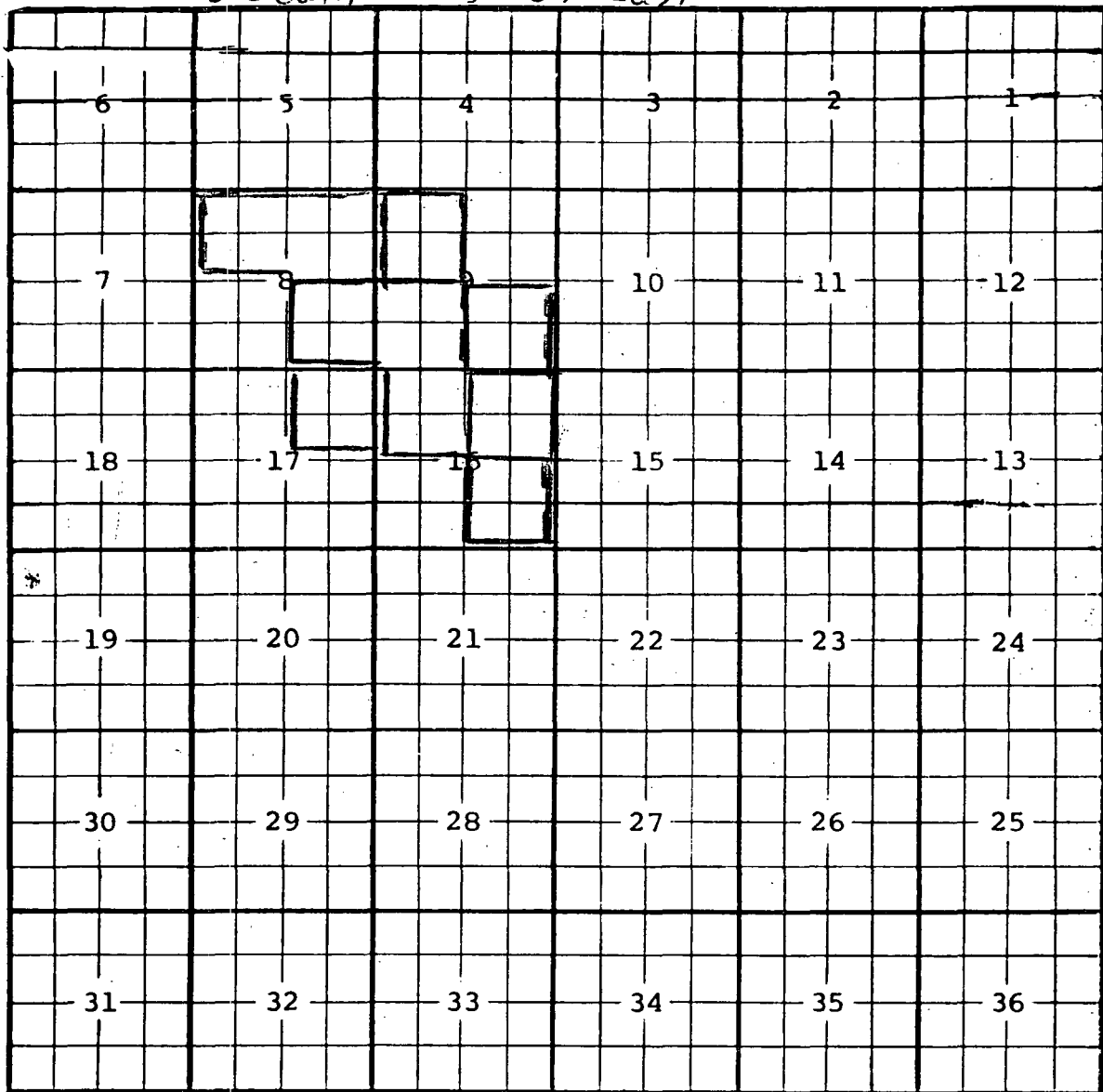
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Ext: SE 1/4 Sec. 16 (R-11116, 1-2-99) Ext: NW 1/4 Sec. 9 (R-11183, 5-19-99)

Ext: N 1/2 Sec. 8, SE 1/4 Sec. 9, NE 1/4 Sec. 17 (R-11243, 9-15-99)

County Lea Pool South east Monument-Abo

TOWNSHIP 20 South Range 37 East NMPM



Description: NE 1/4 Sec. 16 (R-10909, 10-31-92)

Ext: SE 1/4 Sec. 8, SW 1/4 Sec. 9, NW 1/4 Sec. 10 (R-10972, 4-13-98)

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County LeaPool Southeast Monument-Abo

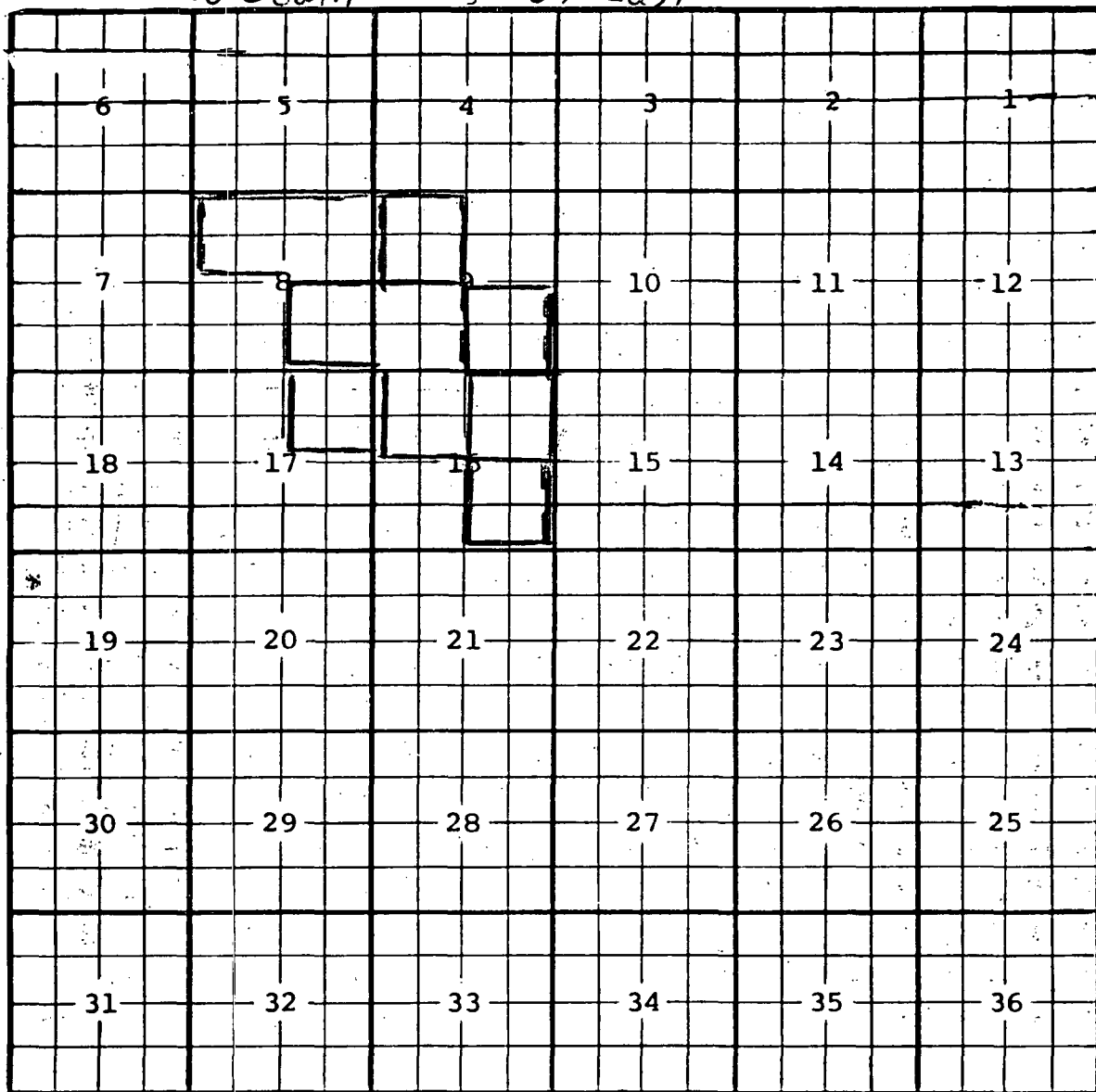
TOWNSHIP

20 South

Range

37 East

NMPM

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