



Yolanda Perez
Regulatory Analyst
EPNA - Gulf Region
Lobo/San Juan Asset Unit

Conoco Inc.
P.O. Box 2197 – DU3066
Houston, TX 77252
(281) 293-1613

February 7, 2000

State of New Mexico
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87504-2088

RE: Application to add well to PLC – 108

Gentlemen:

Conoco has one well to add to the above mentioned PLC which was originally submitted by Merit Energy Company. Conoco purchased these leases from Merit on October 1, 1995. Interest in all of the subject wells is identical, including working, net revenue and over riding royalty interests.

The following items are submitted in support of this application:

1. Exhibit A is a list of the wells already included on the PLC and a list of wells to be added.
2. Exhibit B is plat of the affected leases with the subject wells identified.
3. Exhibit C is list of gas volumes and BTU content.
4. Exhibit D is a schematic of the Central Facility along with plats showing the location of the facility.
5. Working interest, royalty interest and ORRI are identical for all producing horizons.

If you have any questions or require any further information please feel free to contact me at (281) 293-1613.

Sincerely,

A handwritten signature in cursive script that reads "Yolanda Perez".

Yolanda Perez
Regulatory Analyst
Lobo/San Juan Asset