Form 3160-5 (August 2007)

Your

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Hobbs HOBBS OCD FORM APPROVED OMB NO. 1004-0135 Expires July 31, 2010

Lease Serial No. NMLC031695B

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. 2 7 2011

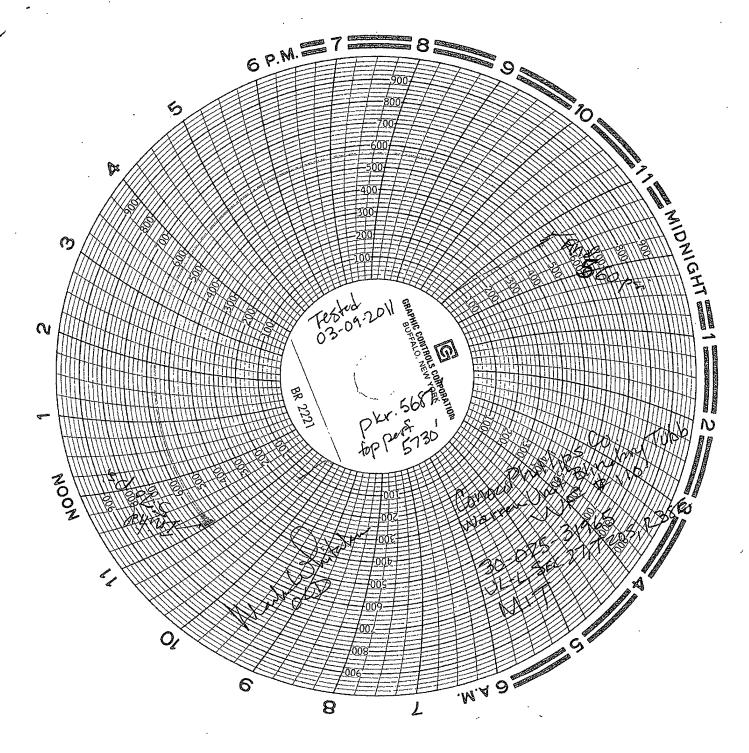
6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side. RECEIVED						Unit or CA/Agre	ement, Name	and/or No	,
1. Type of Well					II Name and No.				
Oil Well Gas Well Oth Name of Operator		INO							
CONOCOPHILLIPS COMPANY / E-Mail: brian.d.maiorino@conocophillips					30	PI Well No. 0-025-31965	/		
3300 N "A" ST BLDG 6 MIDLAND, TX 79705			No. (include area code) 688-6913			10. Field and Pool, or Exploratory WARREN;BLINEBRY			
4. Location of Well (Footage, Sec., T				11 C	ounty or Parish,	and State			
Sec 27 T20S R38E 2060FSL (٠	LE	EA COUNTY,	NM /			
12. CHECK APPR	COPRIATE BOX(ES) TO I	NDICATE N	IATURE OF N	NOTICE,	REPORT	T, OR OTHE	R DATA		_
TYPE OF SUBMISSION	TYPE OF ACTION								_
Notice of Intent	☐ Acidize	Deepen		Production (Start/Resume)		art/Resume)	☐ Water Shut-Off		
_	☐ Alter Casing	☐ Fracture Treat		Reclamation		☐ Well Integrity			
Subsequent Report	☐ Casing Repair	□ New C	w Construction		Recomplete		Other		
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon		Temporarily Abandon			_		
13. Describe Proposed or Completed Ope	Convert to Injection				☐ Water Disposal				
If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers a Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BLA. Required subsequent reports shall be filed within 3 following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed within 3 for testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operated determined that the site is ready for final inspection.) 1/27/11 Cmt squeezed csg perfs 5730'-5882' w/150 sx thicktropic cmt 130 sx into perfs 1/28/11 Drilled on cmt and retainer, circ clean 1/31/11 drilled out cmt 5675'-5875' 2/07/11 drilled out cmt 5675'-5875' 2/07/11 drilled out 5875'-6606' circ clean 2/08/11 set CIPBP @ 6350' Perf in Blinebry: 6995'-6011', 6173'-6182' 6239'-6249', 6288'-6296' @ 2 spf 2/10/11 Acidize Blinebry perfs 6173'-6296' 2/11/11 set pkr 6052' acidize 6052'-6296' Total: 7400 gal 15% NEFE HCL acid 2/17/11 Set CBP @5880' dump 10' cmt on CBP @5880' 2/23/11 drill cmt 5296'-5346' SEE ATTACHED FOR CONDITIONS OF APPROVAL							30 days filed once ator has		
14. Thereby certify that the foregoing is true and correct. Electronic Submission #108447 verified by the BLM Well Information For CONOCOPHILLIPS COMPANY, sent to the Hobbs Name (Printed/Typed) - RELANIMATORING									
Name (Printed/Typed) BRIAN MAIORINO			Title REGULATORY SPECIALIST						
Signature (Electronic Submission)			ate 05/17/20	011	ACCE	PTED FO	R REC	ORD	
	THIS SPACE FOR	FEDERAL	OR STATE						ſ
Approved By			ritle .			JUN 2 4	20 1 _{Date}		ſ
Conditions of approval, if any, are attached Approval of this notice does not warrant or ertify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct perations thereof. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any states any false, fictitious or fraudulent statements or representations as to any matter.			Office		BURE	Don Ltd AU OF LAND	MANAGEMI	FNT	
itle 18 U S.C. Section 1001 and Title 43 U States any false, fictitious or fraudulent st	J.S.C. Section 1212, make it a crir atements or representations as to a	ne for any perso any matter with	on knowingly and in its jurisdiction.	willfully to	make to@f	प्र क्षिक्र मा है।	the color of the	United	Γ

> Additional data for EC transaction #108447 that would not fit on the form

32. Additional remarks, continued

2/24/11 drill cmt 5346'-5423' 2/25/11 drill cmt 5423'-5860' 2/28/11 drill out CBP @ 5874' move tbg down hole to 6330' 3/09/11 Pressure up to 550#, OCD witness MIT and approved



Conditions of Approval: Wells with Packers*

ConocoPhillips Company Warren Unit 110

June 23, 2011

- 1. Conduct a Mechanical Integrity Test of the tubing/casing annulus after a tubing, packer or casing seal is established. Repair that seal any time more than five barrels of packer fluid is replaced within 30 days.
 - a. The minimum test pressure should be 500 psig for 30 minutes or 300 psig for 60 minutes, with 200 psig differentials between tubing and casing pressure (at test time) but no more than 70% of casing burst pressure as described by Onshore Order 2.III.B.1.h. (The tubing or reservoir pressure may need to be reduced). An alternate method for a BLM approved MIT is to have the fluid filled system open to atmospheric pressure and have a loss of less than five barrels in 30 days witnessed by a BLM authorized officer.
 - b. Document the pressure test on a calibrated recorder chart registering within 25 to 85 per cent of its full range. Greater than 10% pressure leakoff will be viewed as a failed MIT. Less than 10% pressure leakoff will be evaluated site specifically and may restrict injection approval.
 - c. Notify Paul R. Swartz at 575-234-5985 and/or 575-200-7902 at least 24 hours before the test. If there is no response, notify the BLM on call drilling phone, 575-361-2822.
 - d. Submit a subsequent Sundry Form 3160-5 relating the MIT activity. List the name of the BLM witness, or the notified person and date of notification. NMOCD is to retain the original recorded MIT chart.
 - e. Use of tubing internal protection, on/off tubing equipment just above the packer, and a profile nipple installation is required. The setting depths and descriptions of each are to be included in the subsequent sundry. List (by date) descriptions of daily activity of any previously unreported wellbore work.
 - f. Submit the original subsequent sundry with three copies to BLM Carlsbad.
- 2. Compliance with a NMOCD Administrative Order is required, submit documentation of that authorization.
 - a. Approved injection pressure compliance is required.
 - b. If injection pressure exceeds the approved pressure you are required to reduce that pressure and notify the BLM within 24 hours.
 - c. When injection pressure is within 50 psig of the maximum pressure, install automation equipment that will prevent exceeding that maximum.
 - i. Submit a subsequent report (Sundry Form 3160-5) describing the installed automation equipment.
 - e. Other unexplained significant variations of rate or pressure to be reported within 5 days of notice.

- 3. The casing/tubing annulus is required to be monitored for communication with injection fluid or loss of casing integrity.
 - a. The annulus is to be maintained full of packer fluid at atmospheric pressure. Installation of equipment that will display on site, continuous open to the air fluid level is required. A BLM inspector may request verification of this fluid level at any time.
 - b. Loss of packer fluid above five barrels per month requires notification of the BLM authorized officer within 5 days.
 - c. Gain of annular fluid requires notification within 24 hours. Cease injection and maintain a production casing pressure of Opsia. Notify the BLM's authorized officer (Paul R. Swartz at 575-200-7902). If there is no response, notify the BLM on call drilling phone, 575-361-2822.
 - d. Also submit to this office a (Sundry Form 3160-5) Notice of Intent (NOI) for approval by BLM and NMOCD with a detailed plan for correction and the anticipated date of correction. Verbal approval for the plan may be given by a BLM authorized officer, with the NOI filed within five business days.
 - e. After the repairs submit a (Sundry Form 3160-5) Subsequent report, describing the repair(s) and Mechanical Integrity Test as per item 1 above.
 - f. The operator shall keep accurate and current records documenting that the casing annulus is fluid filled. A suggested format for these records is available from the BLM Carlsbad Field Office. Copies of those records shall be furnished at the request of a BLM authorized officer.

*COA's prepared by Paul R. Swartz