District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

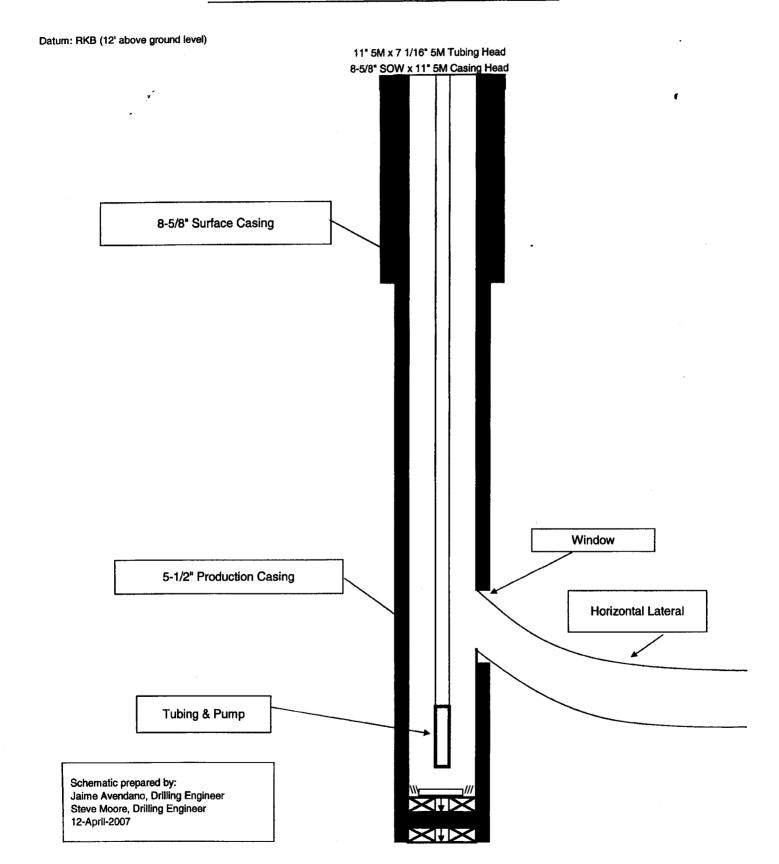
1220 South St. Francis, Dr. Santa Fe. NM 87505

Form C-101 May 27, 2004

Submit to appropriate District Office

☐ AMENDED REPORT

APPLICATIO	NFOR PERMI	Γ TO D	RILL	, RE-I	ENTE	R, DI	EEPE		1 CK, C	OR AD	DD A ZONE	
ConocoPhillips Company ConocoPhillips Company						217817 ² OGRID Number						
3300 N. "A" St., Bldg. 6 Midland, TX 79705-5490						30 .025-30506 API Number						
³ Property Code ⁵ Property N 31257 Vacuum Glorieta East Unit (Tra						Name ⁶ Well No.						
31257	<u> </u>											
Vacuum; Glorieta	⁹ Proposed Pool 1							" Pr	oposedPo	ol 2		
⁷ Surface I						ion					,	
UL or lot no. Section To	ownship Range	Lot Idn Feet fro		T		outh line	Feet from the	East	Westline	County		
B 33 17S 35E Lottum Feeting 330						North		2310	East Lea			
	⁸ Prop	osed Bott	tom Hol	le Locat	ion If I	Differer	nt From	Surface				
	ownship Range	Lot		Feet fro	m the	North/S South	outh line	Feet from the 355	1 —	Westline	County Lea	
I 28 17	7S 35E			1400	11 T C -			333	East		Lea	
11 Work Type Code	12 Well Type Co		dditior 	121 W e		rmati		⁴ Lease Type Code		15 Gro	ound Level Elevation	
Р	0		R			S 3953' GR			R			
¹⁶ Multiple	17 Proposed De		G	18 Form	nation		ann n	19 Contractor			20 Spud Date	
Depth to Groundwater	6064TVD ', MD8		Glorie		h water w	ell	TBD	Distance fr	om neares	tsurfacew	vater	
	75'		lume:209			000'					1000'	
Pit: Liner: Synthetic X		⊥ Pit Vo.	lume:205	<u> 1 U</u> bbls			ngMetho			. — _	🗖	
Closed-Loop System		1 _						Brine X Diese	/OH-hasec	LLI Gas/	/Air L	
T	-	Propo	sed Ca	ising a	nd Ce	ment l	Progra	<u>m</u>				
Hole Size	Casing Size	Casin	g weight/	foot/	S	etting D	epth	Sacks of	Cement		Estimated TOC	
		24#		1618'		1200sx Cl "C" 300sx Cl "C"Neat+						
7-7/8" 5-	1/2	15.5#		6350'			1000sx "C" Poz+300					
								sx "C" Near		,0		
						the data o	on the pre		ive zone and proposed new productive zone.			
Describe the blowout prevent	ion program, if any. Use	additional	sheets if r	necessary	.ak.of.1	750' 10	nath wi	thin avicting o	acad ha	la KOI	D @ 5072'	
Per the following Proce penetration (formation e -Set Cast Iron Bridge Pl	entry) point location	s plans to - 304' Fl	NL & 2	100' FE	EL Sec.	33, scl	ngui wi hematiç	attached o	vear t	From A	Spproval	
						+	ermii)	to Unlessat	onling	Unde	rway	
-Set Whipstock above C -Mill a window in the 5	ast from Bridge Plu -1/2" casing (windo	g w mill of	f the wh	hipstock	()		Uea	expires te Unlessal	oria	ontal		
-Directionally drill 4-3/4	4" horizontal lateral	hole usii	ng 10 pj	pg brine	e or alte	ernativ	ely a 9 p	ppg brine or C	aicium	Carbona	ate Drill-In Fluid	
-Leave the horizontal la -Recover the Whipstock		e - no cas	sing to t	be run 1	n it and	i no cei	menting	; in the norizor	itai iate	rai.		
-Drill out the Cast Iron	Bridge Plug in the v	ertical w	ellbore	and cle	an out	the ver	tical we	ellbore as need	led			
	-Complete the well with the pump (either beam pump or Electrical Submersible Pump) in the vertical wellbore. Commingle the production from the perforations in the vertical wellbore with the production from the horizontal lateral or abandon the perforations in											
the vertical wellbore and produce the horizontal lateral by itself as an option. **This form is being filed to amend the originally permitted location, approved 04/18/07**												
**This form is being fil 23 I hereby certify that the info					on, app	roved (
of my knowledge and belief.	•		-					CONSERVA				
constructed according to N	MOCD guidelines 🖳				Appro	ved by:	11	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	•		IAGE	
an (attached) alternative O	constructed according to NMOCD guidelines a general permit , or an (attached) alternative OCD-approved plan . Approved by: Printed name: Celeste G. Dale . Title: OC DISTRICT SUPERVISER/GENERAL MANAGES.								T WALANT			
Printed name: Celeste G	. Dale (ulla	Iti SI.	Ma	4	Title:	0	C DIST	BICI SOLFWA				
Title: Regulator	y Specialist				Appro	val Date:			Expiration			
E-mail Address: celeste.g.c	lale@conocophillip	s.com				1	MAY o	1 2007		· · · · · ·		
Date: 05/07/2007		Condi	-		Attached \Box							



District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATIONDIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-102

Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Nun 30-025-30506	ber Pool Code 62160	Vacuum; Glorieta	³ Pool Name			
Property Code 31257	Vacuum Glorieta East Unit (Tract 2	'Property Name orieta East Unit (Tract 22)				
OGRID No.		*Operator Name		'Elevation		
217817	ConocoPhillips Company			3953' GR		

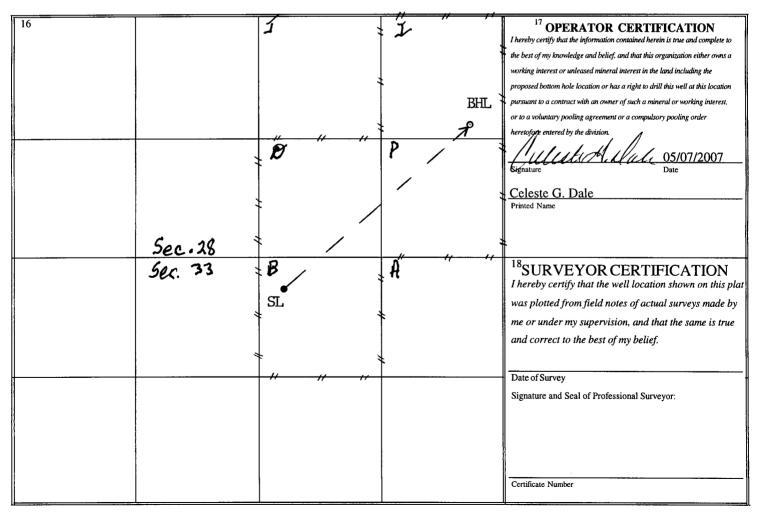
¹⁰ Surface Location

Duitate State Stat											
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
В	33	17S	35E		330	North	2310	East	Lea		

11 Bottom Hole Location If Different From Surface

	Bottom Hote Bottom M Billetone Tom Bullace									
	UL or lot no.	Section Township		Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
!	I	28 17S 35E			1400	South	355	East	Lea	
" Dedicated Acres " Joint or I		Infill "	Consolidation	Code "Or	der No.					
	160									

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.



ConocoPhillips' General Plan for Pit Construction & Closure in Southeast New Mexico October 2005

In accordance with Rule 19.15.2.50(B)(2), the following information describes the construction and closure of drilling pits on COPC Southeast New Mexico (SENM) locations. This will become COPC's standard procedure on all SENM locations. If pits are constructed or closed out of the norm, a separate permit application will be submitted.

Drill Pit Construction:

General:

- Depth to Ground Water, Wellhead Protection Area & Distance to Nearest Surface Water Body ranking criteria will be site specific and information will be provided on APD or Sundry form C-103.
 - In the case where groundwater is encountered during the construction of a drilling pit, the NMOCD will be contacted and COPC will either try to find an alternative well location or use a closed steel tank system.
- The pit size and design is specific to well depth and location conditions.
- Topsoil will be stockpiled in the construction zone for later use in restoration.
- Pits will not to be located in natural drainages.
- Diversion ditches will be constructed and maintained so that runoff water from outside the location is not allowed to enter the pit.
- Under no circumstance will pits be cut and drained during the drilling operations.
- A well sign will be on location identifying ConocoPhillips as the operator.
- Waste material at construction sites shall be disposed of promptly at an appropriate waste disposal site. No trash shall be disposed of in the drilling pit.
- Immediately after cessation of drilling and completion pits shall have any visible or measurable layer of oil removed from the surface.
- Prior to any pit construction the OCD will be notified at least 48 hours in advance.

Reserve Pit

- Pits will be constructed so as not to leak, break or allow discharge of liquids or produced solids during the drilling operations.
- Pits will be lined with impervious material at least 12 mils thick, which meets long-term standards as referenced in the guidelines. Padding (hay or pad dirt) is used underneath the synthetic liner in rocky areas.
- The pit will have adequate capacity to maintain 2 feet of free board.
- The reserve pit will be fenced on three sides away from the pad during drilling and the fourth side fenced as soon as the rig moves out.

Blow Pit

- Pits will be constructed to allow gravity flow to discharge into lined drill pit.
- The lower half of the pit, which is toward the drain line to the fully lined reserve pit, will be lined.
- Design of pit has been changed to reduce potential for trapped fluid at tail end of pit
- Pit will be fenced on three sides away from the pad during drilling and the fourth side fenced as soon as the rig moves off.
- Corrective actions will be taken to ensure the pit does not contain fluid.
 - This includes pumping out trapped fluid or fluid in low spots.
 - Filling in low spots in the blow pit that are below the elevation of the drain pipe to the lined pit.
 - · Removing any high spots in blow pit that could trap rain water.

Pit Monitoring and Maintenance

- COPC will perform an inspection of the location including pit compliance within 72 hours of rig moving
 off.
- COPC will review the OCD pit requirements and the requirements included in this document with all COPC and contract personnel responsible for construction and closure of pits.

Drill Pit Closure:

- Good faith effort is made to close pits within required timeframe on Federal wells (90 days) and State/Fee wells (6 months). If pits will remain open past due dates, an extension will be requested by sundry notice to allow pits to remain open.
- The BLM is notified 24 hours prior to fluid hauling on Federal wells.
- The NMOCD will be notified 48 hours prior to closing of any pit.
- Aeration of pit fluids will be confined within pit area.
- Wells which have not penetrated a salt section and where less than 9.5# brine was used during drilling will be encapsulated below-grade.
 - o Encapsulation will be accomplished by mixing earthen materials with the pit contents to stiffen the pit contents, as necessary, folding the edges of the liner over the stiffened mud and cuttings and covering the encapsulated wastes and liner with a minimum of 3 feet of clean soil or like material that is capable of supporting native plant growth.
- Wells which have penetrated a salt section or 9.5# brine or greater was used during drilling may be capped and encapsulated insitu or deep trench buried and capped below-grade.
 - Capping and encapsulation insitu will be accomplished by mixing earthen materials with the pit contents, as necessary to stiffen the pit contents sufficiently to provide physical stability and support for the pit cover, folding the edges of the liner over the stiffened mud and cuttings; capping the pit with either a 1-foot thick clay cap compacted to ASTM standards, or a 20 mil minimum liner and covering the cap with a minimum of 3 feet of clean soil or like material that is capable of supporting native plant growth.
 - Deep trench burial and capping will be accomplished by digging a trench adjacent to the drilling pit, lining the trench with a 12 mil liner; mixing earthen materials with the pit contents, as necessary to stiffen the pit contents sufficiently to provide physical stability and support for the trench cap; capping the trench with either a 1-foot clay cap compacted to ASTM standards, or a 20 mil minimum liner and covering the cap with a minimum of 3 feet of clean soil or like material that is capable of supporting native plant growth.
 - When constructing the cap, the liner or clay cap will overlap the underlying pit or trench area by at least 3 feet in all directions.
- If the depth to groundwater is less that 50 feet or if the well is located less than 200 feet from a domestic fresh water well or spring or less than 1000 feet from any other fresh water well or if the distance to surface water body is less than 200 feet; the well is considered to be in sensitive area. (Keep in mind that these are not the only scenarios of sensitive area.)
 - o A special encapsulation or solidification process prior to covering the pit contents will be accomplished by mixing the pit contents with cement or some other solidifying product at approximately a 3 to 1 ratio with samples taken and approved by the OCD prior to closure and then contents buried as described above.
 - OCD must give written approval on any special closure or encapsulation prior to any work being done.
- The reserve pit will then be backfilled, leveled and contoured so as to prevent run-off to surface water.
- The area will be reseeded with the appropriate seed mixture.
- The final grade of reserve pit (after reclamation) will be returned to natural contour of the land such that no pooling will occur.
- A closure report will be submitted on Form C-144 on all drilling pits.
- Note: On Federal wells, a BLM inspector may witness pit closures and may mandate specific modifications to that which is mentioned above. If this happens, OCD will be contacted for concurrence and modifications will be noted in the closure report.