<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II	State of New Mexico Energy Minerals and Natural Resource	Form C-101 June 16, 2008					
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	1220 South St. Francis Dr. Santa Fe. NM 87505	ECEIVED to appropriate District Office EP 2 8 2009					
APPLICATION FOR PERMIT TO D	ORILL, RE-ENTER, DEEPEN,						
APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, HOBBSOCD PLUGBACK, OR ADD A ZONE							
¹ Operator Name and ConocoPhillips Cor	² OGRID Number 217817						

P.O Box 51810 Midland, Texas 79710-1810							30-025-39	³ API Number 30 - 025-39220		
³ Prope	erty Code 31798	~			⁵ Property Name State A-3	/		⁶ We	II No 3	
⁹ Proposed Pool 1 Skaggs Abo (Gas) 85410						posed Pool 2				
⁷ Surface	Locatio	'n								
UL or lot no P	Section 3	Township 20S	Range 37E	Lot Idn	Feet from the 660	North/South line South	Feet from the 385	East/West line East	County Lea	
⁸ Proposed	Bottom H	Hole Loca	tion If Different	From Surfac	e					
UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
Addition	al Well	Informa	tion							
¹¹ Work	Type Code		¹² Well Type Code G/O	;	¹³ Cable/Rotary R		⁴ Lease Type Code S		ind Level Elevation 3602'	
	lultiple No		¹⁷ Proposed Depth 7613		¹⁸ Formation ABO		¹⁹ Contractor Nabors		²⁰ Spud Date 11/06/2008	

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12.25"	8.625"	24#	1454'	680	Surface
7.875"	5.5"	17	7613	1250	Surface

²² 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.

This well is a currently producing in the Blinebry/Tubb producer. COP would like to test the ABO formation per the attached procedure with the potential to DHC all zones at some point Please see the attached procedure for specific information

Conditions of Approval to separately but cannot pr until DHC is approved in to R-11363.	o drill & test all new zones oduce Downhole commingle h Hobbs District office according	Permit Expires 2 Years From Approval Date Unless Drilling Underway Plug back					
²³ I hereby certify that the information best of my knowledge and belief	on given above is true and complete to th	OIL CONSERVATION DIVISION					
Printed name: Justin C. Firkins	full_	Title. PETROLEUM ENGINEER					
Title: Regulatory Specialist		Approval Date: Expiration Date SEP 2 9 2009					
E-mail Address: justin.c firkins@co	onocophillips.com						
Date: 09/25/2009	Phone. 432-688-6913	Conditions of Approval Attached					

District I			State of New Mexico Form C					Form C-	102		
1625 N. French Dr.	, Hobbs, NN	4 88240	E	State of New Mexico Energy, Minerals & Natural Resources Departure El Submit t OIL CONSERVATION DIVISION 1220 South St. Francis Dr. SEP 2 8 2(109					Revised	October 12, 20	005
District II 1301 W. Grand Ave	anua Artasi	a NM 88210		OIL C	ONSERVAT		N	Submit to .	Appropria	ate District Of	fice
District III	enue, Arresi	a, 1001 00210				Energia Dr	`SEP 2 8 :	/กกน	State	e Lease - 4 Cop	pies
1000 Rio Brazos Rd	i., Aztec, NN	M 87410		12					Fee Lease - 3 Copies		
District IV					Santa Fe, N	M 87505	OBBSC)CD			
1220 S. St. Francis	Dr., Santa I	Fe, NM 87505	-							ENDED REPO	R
		W	ELL LO	DCATIO	N AND ACR	EAGE DEDIC	ATION P	LAT			
¹ A	PI Number			² Pool Code	•			l Name	-		
30-025-39220				85410			Skaggs:	Abo (gas)		· · · · · · · · · · · · · · · · · · ·	
⁴ Property C					⁵ Property 1	/			6 V	Well Number	
31798	~				State A	-3				8 /	
⁷ OGRID N	No.				⁸ Operator					⁹ Elevation	
217817					ConocoPhillips	Company /				3602' GR	
					¹⁰ Surface	Location					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	st line	County	~
Р	3	205	37E		660	South	385		East	Lea, NM	Ĩ
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	t/West line	Cou	inty
¹² Dedicated Acres	¹³ Joint o	r Infill 14 C	onsolidation	Code ¹⁵ Or	der No.	L					
160											
l											

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.

3				¹⁷ OPERATOR CERTIFICATION
				I hereby certify that the information contained herein is true and complete
				to the best of my knowledge and belief, and that this organization either
				owns a working interest or unleased mineral interest in the land including
				the proposed bottom hole location or has a right to drill this well at this
				location pursuant to a contract with an owner of such a mineral or working
				interest, or to a voluntary pooling agreement or a compulsory pooling
				order heretofore entered by the division
				X + (Z), 09/25/2009
				Senature Date
				Date
				Justin C Firkins
				Printed Name
				¹⁸ SURVEYOR CERTIFICATION
	-		-	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.
	-			
	_			Date of Survey
	-			Signature and Seal of Professional Surveyor
			-	
	-		-	T
	-	<u></u>		L-
	-		0	Certificate Number
		\cdot		

Williams, Donna J

From: Sent: To: Subject: Conch, Adam J Wednesday, August 12, 2009 2:46 PM Williams, Donna J State A 3 # 8 Notice of Intent

Donna,

Below is the intended procedure for the State A 3 # 8. This is the well we are considering for downhole commingle with the Blinebry/Tubb (currently producing) and Abo (planning to test). If you remember, this is the well that already has perfs in the Abo, yet was apparently not permitted for such. Please let me know if this will be satisfactory.

It is proposed to perforate and test the Abo for the purpose of potential downhole commingle by the following procedure:

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- 1. POOH with production equipment (tubing and rods)
- 2. TIH with 4 ³/₄" bit on 2 7/8" workstring (production tubing).
- 3. RU reverse unit and power swivel.
- 4. Drill out CIBP at 6900' +/- and clean well out to 7571'. RD reverse unit and power swivel.
- 5. TOOH with 4 ³/₄" bit and workstring.
- 6. RIH with gamma ray and perforating guns and correlate to previous logs.
- 7. Perforate the Abo over the following intervals at 2 SPF:

- 8. POOH with gamma ray and perforating guns.
- 9. TIH with packer and 2 7/8", 6.5#, J-55 production tubing. Set packer at 7100' +/-.
- 10. Produce the Abo until representative production sample is attained.
- 11. Following Abo test, unset packer and POOH with packer and tubing.
- 12. TIH with 2 7/8" workstring and set 5 1/2" CIBP at 7000' +/-. POOH with 2 7/8" workstring.
- 13. TIH with production equipment (tubing and rods) as per WellView design.
- 14. Return well to production.

Please let me know if you need anything else.

Thanks,

Adam J. Conch Production Engineer ConocoPhillips - Permian Basin Office: (432)-368-1929 Cell: (432)-213-2927 Fax: (432)-368-1519 Email: Adam.J.Conch@ConocoPhillips.com