

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

APPLICATION FOR PERMIT TO DRILL OR REENTER

| | | |
|--|---|--|
| 1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | 5. Lease Serial No. NMLC031695B |
| 1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone | | 6. If Indian, Allottee or Tribe Name |
| 2. Name of Operator CONOCO INCORPORATED | | 7. If Unit or CA Agreement, Name and No. NMNM71052X |
| Contact: VICKI WESTBY E-Mail: Vicki.R.Westby@conoco.com | | 8. Lease Name and Well No. WARREN UNIT BT 312 |
| 3a. Address 10 DESTA DRIVE WEST, SUITE 100 W. MIDLAND, TX 79705 | 3b. Phone No. (include area code) Ph: 915.686.5799 Ext: 5799 | 9. API Well No. 30-025-35809 |
| 4. Location of Well (Report location clearly and in accordance with State requirements.) At surface NESW 2000FSL 2600FWL At proposed prod. zone K Unearthed Location | | 10. Field and Pool, or Exploratory UNKNOWN Warren 1341-tubb O+G |
| 14. Distance in miles and direction from nearest town or post office* | | 11. Sec., T., R., M., or Blk. and Survey or Area Sec 27 T20S R38E Mer NMP |
| 15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) | 16. No. of Acres in Lease 1920.00 | 12. County or Parish LEA |
| 18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. | 19. Proposed Depth 6950 MD | 13. State NM |
| 21. Elevations (Show whether DF, KB, RT, GL, etc.) 3550 GL | 22. Approximate date work will start | 17. Spacing Unit dedicated to this well 40.00 |
| 23. Estimated duration | | 20. BLM/BIA Bond No. on file |

24. Attachments

Lea County Controlled Water Basin

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the authorized officer.

| | | |
|--|---|---------------------|
| 25. Signature | Name (Printed/Typed) VICKI WESTBY | Date 08/29/2001 |
| Title AUTHORIZED SIGNATURE | | |
| Approved by (Signature) /S/ JOE G. LARA | Name (Printed/Typed) /S/ JOE G. LARA | Date JAN 16 2002 |
| Title FIELD MANAGER | Office CARLSBAD FIELD OFFICE | |

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

APPROVAL FOR 1 YEAR

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

Additional Operator Remarks (see next page)

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHEDElectronic Submission #6868 verified by the BLM Well Information System
For CONOCO INCORPORATED, sent to the Hobbs
MSS for processing by Armando Lopez on 08/29/2001 (01AL0045AE)

** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ** REVISED

OPER. OGRID NO. 5073
PROPERTY NO. 3127
POOL CODE 62965
EFF. DATE 1-22-02
API NO. 30-025-35809

KZ