District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV

State of New Mexico Energy Minerals and Natural Resources

Form C-101 Revised March 17, 1999

Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505 Submit to appropriate District Office
State Lease - 6 Copies

<u>District IV</u> 2040 South Pa	icheco, San	ta Fe, NM 87:	505				M 87505		٢	_	Lease - 5 Copie	
APPLI	CATIC		PERMIT Operator Name			ENTER	R, DEEPEN	, PLUGBA				
	-							005073	- OGKI	Number		
	Con	oco Inc., 10 D	esta Drive, Suit	e 649W, Mi	dland, TX 79705	5		30 - 02	3 API N	Number	·	
3 Propert	ty Code				5 Property N	30 - 02 5 - 34969 Name ⁶ Well No.				0.		
	13396				Hardy "36"	State	·			28		
					⁷ Surface I	Locatio	on					
UL or lot no.	Section	Township	Range	Lot I	dn Feet fi	rom the	North/South line	Feet from the	East/	West line	County	
D	36	208	37E			90	North	510	,	West	Lea	
·	<u> </u>	8]	Proposed I	Bottom I	Hole Locati	on If I	Different Fro	m Surface				
JL or lot no.	Section	Township	Range	Lot I	dn Feet fi	rom the	North/South line	Feet from the	East/	West line	County	
		9 Pı	roposed Pool 1		<u> </u>			10 Pr	oposed Poo	 1 2		
		Hard	ly-Strawn North	1								
II Work	Type Code		12 w-11 T C	V- 4-	13.0.1	1.70		1				
	N Code		12 Well Type C O	oue	13 Cab	le/Rotary R	1	Lease Type Code S	•		Level Elevation 3505'	
	ultiple JO		17 Proposed De 8300'	pth		18 Formation Strawn		19 Contractor			20 Spud Date 3/15/00	
1				Proposed			nent Program					
Hole Si	ize	Casii	ng Size		weight/foot		etting Depth		Cement	Es	timated TOC	
12-1/-	4"	M-50	, 8-5/8"	23#			1500'	72	23		Surface	
7-7/8	3"	J-55,	5-1/2"		17#	1	8000'		06		Surface	
							······································					
Describe	the propose	d program. I	f this application	on is to DEE	PEN or PLUG	BACK, g	ive the data on the	present product	tive zone ar	nd proposed	new productive	
zone. De	scribe the b	lowout preve	ntion program,	if any. Use	additional shee	ts if nece	ssary.					
Well Loc	ation and A	creage Dedic	ation Plat (C-1	02)								
Proposed	Well Plan	Outline										
Cementin	g Program											
BOP/Ch	oke Diagrai	n			· •	18 18 A		-				
					L		Marian Angkaran		• .			
I hereby cert	ify that the	information g	iven above is t	rue and com	iplete to the		OIL C	ONGEDVA	TION	NVICIO	M	
best of my knowledge and belief.				OIL CONSERVATION DIVISION								
gnature	/ - -	$-\sigma$	Mon			 	ved by:					
inted name:	•					Title:	(A) / (E)	1. 1. 1.				
tle: Sr. Prop	erty Analys	t	T					76X	Expiratio	n Date:		
ate: 3/6/00			Phone: 915	/686-5515		Conditions of Approval:						
			I .				. 1 1					

DISTRICT I 1626 N. French Dr., Mobbs, FM 66840 DISTRICT II 811 South First, Artesia, NM 88210

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Astec, NM 67410 DISTRICT IV

2040 South Pacheco, Santa Fe, NM 87505

UL or lot No.

Section

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, New Mexico 87505

☐ AMENDED REPORT

		Y	VELL LO	CATION	AND ACREA	AGE DEDICATI	ON PLAT		
3D-02.5-34969 96893				Н	ardy – Strawn	Fool Name			
	Property Code Property Name						Well Number 28		
				Operator Name CONOCO IN			Elevat 350		
	-				Surface Loca	ation	-		
UL or lot No.	Section	Township	Range	Lot idn	Feet from the	North/South line	Feet from the	East/West line	County
D	36	20 S	3 7 E		990	NORTH	510	WEST	LEA

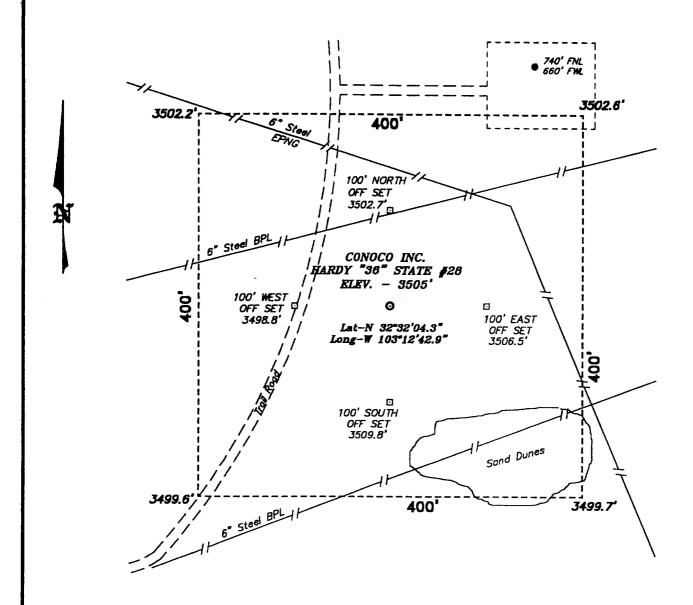
Bottom Hole Location If Different From Surface Feet from the North/South line Township Range Lot Idn Feet from the East/West line County

Order No. Dedicated Acres Joint or Infill Consolidation Code 160 NSL Applied For

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

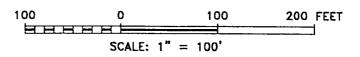
	UR A NUN-STAND	
À		OPERATOR CERTIFICATION
0 6 3502.2' 3502.6'	LAT - N 32"32'04.3" LONG - W 103"12'42.9	I hereby certify the the information contained herein is true and complete to the best of my knowledge and bettef.
3499.6 3499.7'	 	Signature Jo Ann Johnson
		Printed Name Sr. Property Analyst Title
		3/6/00 Date SUBVEYOR CERTIFICATION
		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 supervison, and that the same is true and correct to the best of my belief.
		January 80 2000 Date Sarrey 1. JONes Signature Seeks of Professional Seeks of 2971
		Certificate Assessment Cones 7977 BASIN SURVEYS

SECTION 36, TOWN_HIP 20 SOUTH, RANGE 37 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO.



DIRECTIONS TO WELL LOCATION:

FROM THE JUNCTION OF US HWY 62/180 AND STATE HWY 8, GO SOUTH ON HWY 8 APPROX. 11 MILES TO CO. RD. C-49; THENCE EAST AND SOUTH EAST ON C-49 APPROX. 2 MILES TO A LEASE ROAD; THENCE NORTHEAST ON A LEASE ROAD APPROX. 4500 FEET TO THE PROPOSED WELL LOCATION.



Conoco Inc.

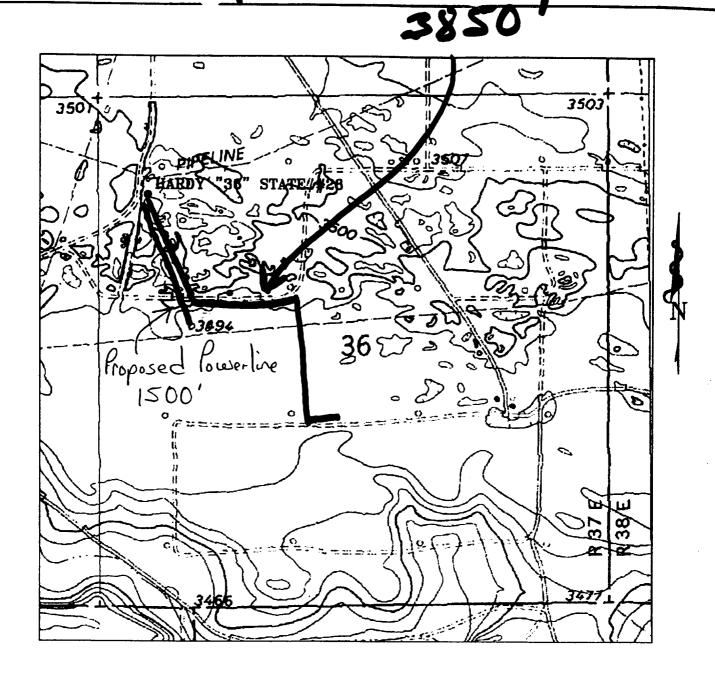
REF: HARDY "36" STATE No. 28 / Well Pad Topo

THE HARDY "36" STATE No. 28 LOCATED 990' FROM THE NORTH LINE AND 510' FROM THE WEST LINE OF SECTION 36, TOWNSHIP 20 SOUTH, RANGE 37 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO.

BASIN SURVEYS P.O. BOX 1786 -HOBBS, NEW MEXICO

Survey Date: 02-09-2000 Sheet 1 of 1 Sheets

Kroposed Flowline Route



HARDY "36" STATE #28
Located at 990' FNL and 510' FWL
Section 36, Township 20 South, Range 37 East,
N.M.P.M., Lea County, New Mexico.

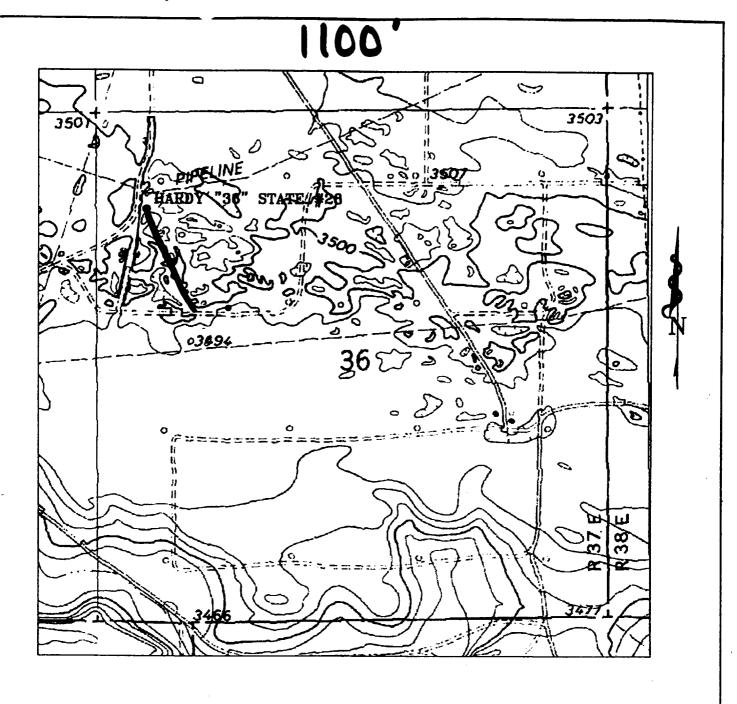


P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O. Number:	0060AA - KJG #122
Survey Date:	02-09-2000
Scale: 1" = 1	000'
Date: 02-10-	-2000

CONOCO INC.

Proposed Access Road



HARDY "36" STATE #28
Located at 990' FNL and 510' FWL
Section 36, Township 20 South, Range 37 East,
N.M.P.M., Lea County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O. Number:	0060AA - KJG #122
Survey Date:	02-09-2000
Scale: 1" = 1	000'
Date: 02-10-	-2000

CONOCO INC.

PROPOSED WELL PLAN OUTLINE

WELL NAME

Hardy 36 State #28 990' FNL & 510' FWL Sec 36, +205, R37E

Ground Level : Kelly Bushing:

7 11' AGL

[T	· · · · · · · · · · · · · · · · · · ·		TVDEAF				47-1		
Depth MD	FORMATION TOPS	DRILLING PROBLEMS	TYPE OF FORMATION EVALUATION	HOLE SIZE	CASING PROGRAM	FRAC GRAD	FORM. PRES. GRAD,	Mud Weight & Type	Days
	l	Possible Hole Enlargement		12-1/4"	•		Less than 8.3	8.4 - 9.5	
		& Sloughing						Fresh	
	1						1		
]						1		
	Ì								
	1						1		
1000									
								1	
	1		·		8-5/8", 23#, M-50				
	Top Sait @ 1,400'				ST&C @ 1,500'		L	<u> </u>	3
		Washouts in Salt Section		7-7/8*	Circulate Cement			10	
]			7-715	[Brine	
	1								1
2000							Less than 8.4		
	1								
	ļ						ŀ		
	Base Salt @ 2,550'							1	
	Yates 2,670'	-	Mud Loggers F/ 2,650' to TD						
			-						
3000	7 Rivers 2,950'		H2S Monitor on at 2,650'						
	i								
 		Shallow gas flows in SEMU # 125 & 126 not expected at							
		this location							
	Queen 3,510' Penrose 3,635'	!							
	Grayburg 3,770'								
4000	San Andres 4,000	Lost Returns in San Andres							
							-		7
								1	
5000									
 ,	Glorietta 5,275'				!				
		Possible differential sticking					İ		
		thru Glorietta & Paddock							
	Blinebry Mkr 5,890								
	1								
6000									
								1	
	Tubb 6,390'								
	ŀ							1	
	Drinkard 6,700'								
 	Abo 6,985'		First Log Pun:						
	ADJ 0,303		First Log Run: GR-CAL-DLL-MLL-SGR						
7000		,	FDC-CNL-PE: TD to 2650'						
			Pull GR-CNL-Cal to Surf SGR interval to be chosen						
 	ľ		Second Log Run: 30 rotary sidewall cores						
}	Strawn 7,725' '	STOP DRILLING WHEN	Possible Third Run: FMI imaging log		5-1/2", 17.0#, J-55 LT&C f/0'-8,000'			10 ppg Starch Gel	20
	_	WOODFORD SHALE IS CUT			Circulate Cement			Stattii Gei	
8000	TD @ 8,000' Devonian 8,120'	Severe losses in Devonian						ļ	\vdash
·			<u> </u>		1		L	L	

Note: The Devonian formation is associated with severe lost circulation problems.	This well will be TD'd very close to the top of the Devonian
The mud loggers will pick the Woodford shale which is 40' thick and sits on top of	the Devonian. Stop drilling once the Woodford is entered

DATE	07-Feb-00	Joe Huck, Geophysical Advisor
APPROVED	Yong Cho, Drilling Engineer	Joe Miller, Reservoir Engineer



Conoco Hardy 36 St. #28

Sec. 36-T20S-R37E Lea County, New Mexico February 2, 2000

Well Recommendation

Prepared for: Yong Cho

Drilling Engineer

Prepared by:

Rocky Chambers Region Engineer

Bus Phone:

915/683-2781

Mobile:

915/557-1239

Pager:

915/498-1605



PowerVision*

Service Point:

Hobbs

Bus Phone:

(505) 392-5556

Fax:

(505) 392-7307

Service Representatives:

Wayne Davis

Account Manager

Bus Phone: (915) 683-2781

Well Name: Job Description: 8-5/8" Surface

Hardy 36 St. #28

Date:

February 2, 2000



Proposal No: 180253051A

JOB AT A GLANCE

Depth (TVD) 1,500 ft

Depth (MD) 1,500 ft

Hole Size 12.25 in

Casing Size/Weight: 8 5/8 in, 24 lbs/ft

Pump Via Casing 8 5/8" O.D. (8.097" .I.D) 24 #

Total Mix Water Required 6,555 gals

Spacer

Mud Clean I 1,500 gals **Density** 8.4 ppg

Lead Slurry

LEAD SLURRY 528 sacks **Density** 12.7 ppg Yield 1.88 cf/sack

Tail Slurry

TAIL SLURRY 195 sacks **Density** 14.8 ppg Yield 1.34 cf/sack

Displacement

FRESH WATER 93 bbls

Well Name:

Hardy 36 St. #28 Job Description: 8-5/8" Surface

Date:

February 2, 2000



Proposal No: 180253051A

WELL DATA

ANNULAR GEOMETRY

ANNULAR I.D.	DEP'	TH(ft)
(in)	MEASURED	TRUE VERTICAL
12.250 HOLE	1,500	1,500

SUSPENDED PIPES

DIAMETI	ER (in)	WEIGHT	DEP	ΓH(ft)
O.D.	I.D.	(lbs/ft)	MEASURED	TRUE VERTICAL
8.625	8.097	24	1,500	1,500

Float Collar set @ 1,460 ft **Mud Density** 9.00 ppg Est. Static Temp. 86°F Est. Circ. Temp. 85°F

VOLUME CALCULATIONS

1,200 ft	x	0.4127 cf/ft	with	100 % excess	=	988.9 cf
300 ft	X	0.4127 cf/ft	with	100 % excess	=	247.6 cf

40 ft 0.3576 cf/ft with 0 % excess 14.3 cf (inside pipe)

> TOTAL SLURRY VOLUME = 1250.9 cf 223 bbls

Well Name: Job Description: 8-5/8" Surface

Hardy 36 St. #28

Date:

February 2, 2000



Proposal No: 180253051A

FLUID SPECIFICATIONS

1,500.0 gals Mud Clean I @ 8.4 ppg

•				- 1	g (G , FP3
FLUID	VOLUME CU-FT		VOLUME FACTOR	E	MOUNT AND TYPE OF CEMENT
Lead Slurry	989	1	1.88	C	28 sacks (35:65) Poz (Fly Ash):Class C ement + 2% bwoc Calcium Chloride + 0.25 s/sack Cello Flake + 0.005 gps FP-6L + 6% woc Bentonite + 96.5% Fresh Water
Tail Slurry	262	1	1.34	С	95 sacks Class C Cement + 2% bwoc Calcium hloride + 0.005 gps FP-6L + 56.3% Fresh /ater
Displacement CEMENT PROPERTIES	- 6			93	3.0 bbls FRESH WATER + 56.3% Fresh Water
			SI	.URR	Y SLURRY
			- -	10.1	NO. 2
Slurry Weight (ppg)			1	12.70	14.80
Slurry Yield (cf/sack)				1.88	1.34
Amount of Mix Water (gps	s)		1	10.07	6.35
Amount of Mix Fluid (gps))		1	10.07	6.35

Well Name: Job Description: 5-1/2" Long String

Hardy 36 St. #28

Date:

February 2, 2000



Proposal No: 180253051A

JOB AT A GLANCE

Depth (TVD) 8,000 ft

Depth (MD) 8,000 ft

Hole Size 7.875 in

Casing Size/Weight: 5 1/2 in, 17 lbs/ft

Pump Via Casing 5 1/2" O.D. (4.892" .I.D) 17 #

Total Mix Water Required 10,238 gals

Spacer

Mud Clean I 1,500 gals **Density** 8.4 ppg

Lead Slurry

LEAD SLURRY 718 sacks 12.7 ppg **Density** Yield 1.85 cf/sack

Tail Slurry

TAIL SLURRY 488 sacks **Density** 14.8 ppg Yield 1.34 cf/sack

Displacement

FRESH WATER 185 bbls

Well Name:

Hardy 36 St. #28 Job Description: 5-1/2" Long String

Date:

February 2, 2000



Proposal No: 180253051A

WELL DATA

ANNULAR GEOMETRY

ANNULAR I.D.	DEPTH(ft)			
(in)	MEASURED	TRUE VERTICAL		
8.097 CASING	1,500	1,500		
7.875 HOLE	8,000	8,000		

SUSPENDED PIPES

DIAMETE	R (in)	WEIGHT	DEP	TH(ft)
O.D.	I.D.	(lbs/ft)	MEASURED	TRUE VERTICAL
5.500	4.892	17	8,000	8,000

Float Collar set @ 7,960 ft **Mud Density** 8.70 ppg 129 ° F Est. Static Temp. Est. Circ. Temp. 122 ° F

VOLUME CALCULATIONS

1,500 ft	X	0.1926 cf/ft	with	0 % excess	=	288.9 cf
4,000 ft	X	0.1733 cf/ft	with	50 % excess	=	1039.5 cf
2,500 ft	×	0.1733 cf/ft	with	50 % excess	=	649.7 cf
40 ft	X	0.1305 cf/ft	with	0 % excess	=	5.2 cf (inside pipe)

TOTAL SLURRY VOLUME = 1983.3 cf 354 bbls

Well Name:

Hardy 36 St. #28 Job Description: 5-1/2" Long String

Date:

February 2, 2000



Proposal No: 180253051A

FLUID SPECIFICATIONS

Slurry Weight (ppg)

Slurry Yield (cf/sack)

Amount of Mix Water (gps)

Amount of Mix Fluid (gps)

Spacer			1,500.0 gals Mud Clean I @ 8.4 ppg
FLUID	VOLUME CU-FT	VOLUME FACTOR	AMOUNT AND TYPE OF CEMENT
Lead Slurry	1328	1.85	= 718 sacks (35:65) Poz (Fly Ash):Class C Cement + 0.25 lbs/sack Cello Flake + 0.005 gps FP-6L + 6% bwoc Bentonite + 95.7% Fresh Water
Tail Slurry	655	<i>l</i> 1.34	= 488 sacks Class C Cement + 1% bwoc BA-58 + 0.8% bwoc FL-50 + 0.4% bwoc CD-32 + 0.005 gps FP-6L + 0.2% bwoc Sodium Metasilicate + 55.8% Fresh Water
Displacement			185.1 bbls FRESH WATER + 55.8% Fresh Water
CEMENT PROPERTIE	S		
		•	LURRY SLURRY
			NO. 1 NO. 2

12.70

1.85

9.98

9.99

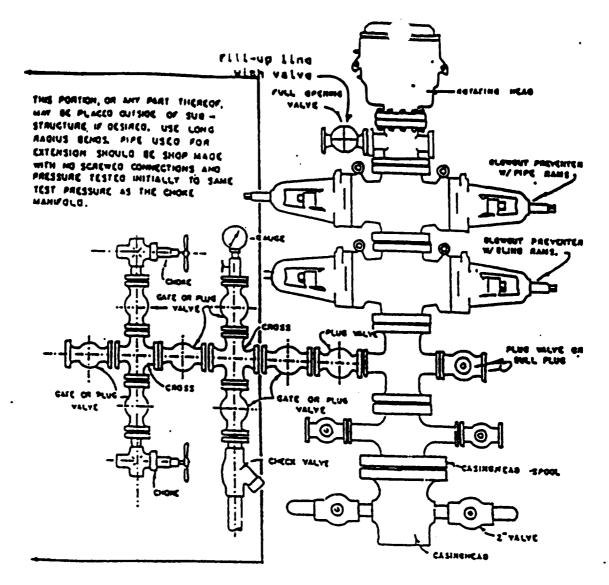
Page 8

14.80

1.34

6.29

6.30

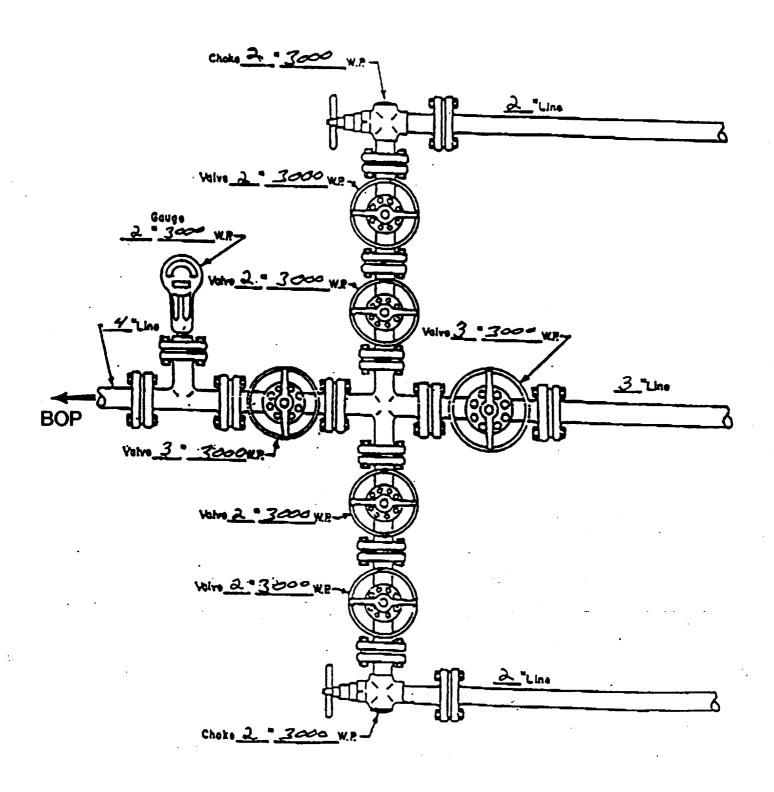


BLOWOUT PREVENTER HOOKUP

Drilling contractors used in the San Juan Basing supply 3000 psi equipment, but cannot provide annular preventors because of substructure limitations. Maximum anticipated surface pressures for this well will not exceed the working pressure of the proposed BOP system. Please see the attached BOP diagram details 2000 psi equipment according to Onshore Order No. 2 even though the equipment will test to 3000 psi. The 2000 psi system allows deletion of the annular preventor and fulfills your requirements (note diagram No. 1). In addition, the following equipment will comprise the 2000 psi system:

- Two rams with one blind and one pipe ram.
 Kill line (2 inch maximum)
- Kill line (2 inch maximum).
 One kill line valve.
- 4. One choke line valve.
- 5. Two chokes (reference diagram No. 1).
- 6. Upper kelly cock valve with handle.
- 7. Safety valve and subs to fit all drill strings in use.
- 8. Two-inch minimum choke line.
- Pressure gauge on choke manifold.
- 10. Fill-up line above the upper most preventor.
- 11. Rotating head.

CHOKE MANIFOLD DIAGRAM



MANIFOLD

⊠ Manuai

☐ Hydraulic