Submit 1 Copy To Appropriate District	State of New Me	exico	Form C-103				
District I – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natu	ral Resources	Revised August 1, 2011 WELL API NO.				
$\frac{\text{District II}}{\text{District II}} - (575) 748-1283$	OIL CONSERVATION	DIVISION	30-015-21487				
$\frac{\text{District III}}{\text{District III}} - (505) 334-6178$	1220 South St. Fran	5. Indicate Type of Lease STATE STATE					
$\frac{1000 \text{ Rio Brazos Rd., Aztec, NM 87410}}{\text{District IV} - (505) 476-3460}$	District IV - (505) 476-3460 Santa Fe, NM 87505 .220 S. St. Francis Dr., Santa Fe, NM - (505) 476-3460 - (505) 476-3460						
87505			B-11083				
SUNDRY NOT (DO NOT USE THIS FORM FOR PROP DIFFERENT RESERVOIR. USE "APPL	ICES AND REPORTS ON WELLS DSALS TO DRILL OR TO DEEPEN OR PLI ICATION FOR PERMIT" (FORM C-101) FC	JG BACK TO A DR SUCH	7. Lease Name or Unit Agreement Name ARTESIA STATE UNIT				
PROPOSALS.)	Gas Well 🗍 Other Injectio	n Well 🖂	8. Well Number 701				
2. Name of Operator			9. OGRID Number				
Alamo Permian Resources. LLC	<u> </u>		274841				
415 W. Wall Street, Suite 500, N	lidland, TX 79701		Artesia; Queen-Grayburg-San Andres				
4. Well Location		· · · · ·					
Unit Letter B : 10	feet from the N line and 2580	feet from the E	line				
Section 23	10wnship 185 Kang	<u>e 27E</u> [<i>RKB</i> , <i>RT</i> , <i>GR</i> , <i>etc.</i>]	NMPM County EDDY				
20 2							
12 Check A	Appropriate Box to Indicate Na	ture of Notice R	eport or Other Data				
	CHANGE PLANS	COMMENCE DRI					
		CASING/CEMENT	ГЈОВ 🗌				
OTHER: CLEAN OUT, ADD PEI	RFS, ACIDIZE	OTHER:					
13. Describe proposed or comp	leted operations. (Clearly state all po	ertinent details, and	give pertinent dates, including estimated date				
of starting any proposed wo proposed completion or rec	rk). SEE RULE 19.15.7.14 NMAC. ompletion.	For Multiple Com	pletions: Attach wellbore diagram of				
L.L.L.							
SEE ATTACHED							
SEE ATTACHED			NM OIL CONSERVATION				
			OCT 0 3 2014				
			RECEIVED				
I hereby certify that the information	above is true and complete to the bes	st of my knowledge	and belief.				
SIGNATURE	TITLE Regul	atory Affairs Coor	dinator DATE 09/30/2014				
Type or print name CARIE STO	E-mail address: carie@st	okeroilfield.com	PHONE: 432.664.7659				
	TITLE ASPE	KS MAN	DATE IN/0/14				
Conditions of Approval (if any):		- quevis	DATE				

ALAMO PERMIAN RESOURCES, LLC

ARTESIA STATE UNIT #701 WIW CLEAN-OUT, ADD PERFS, & ACIDIZE PROCEDURE

1. MIRU PU & BOP's. Be sure well is dead and blown down. If well tries to flow back – flow well back either into water truck(s) if flowback is weak, or via temporary poly line to Artesia State Unit Water Station inlet tank, if flowback appears to be strong. In either case, take flowback to Artesia State Unit Water Station inlet water tank.

2. THIS WELL HAS 4-1/2" 10.5# J-55 PRODUCTION CASING.

We will need to use the 2-3/8" workstring for this workover.

We have never pulled this well since its acquisition from CBS Operating Corp. in 2010. We have been able to inject water into this WIW up until the present – hopefully, we will not have as much trouble cleaning the wellbore out as we did with the ASU #502 & ASU #902 WIW's.

Based on the other Artesia State Unit WIW's – we can most probably expect to find a great deal of hard black scale, sand, paraffin, iron sulfide, salt, etc. filling the wellbore, covering most of the injection perfs.

NOTE:

- The last recorded workover on this well was a pulling job by CBS Operating from July 23, 2003 to August 1, 2003. SEE ATTACHED COPY OF MORNING REPORTS.
- A CASING LEAK was Repaired by circulating 21 sacks of cement down the 4-1/2" x 8-5/8" annulus through a 1" tubing string from 36' to the surface.
- The 4-1/2" casing string was successfully pressure tested above 1,561' to 550 psig with no leaks and the well was returned to Injection. Records show that a Watson J-Lock tension packer was run in the hole & set @ 1,561' with 10,000# of tension.

PROVIDE A DETAILED TALLY & DESCRIPTION OF TUBING, INJECTION PACKER AND ANY OTHER DOWNHOLE EQUIPMENT PULLED FROM THIS WELL IN THE MORNING REPORT FOR OUR RECORDS.

Visually inspect injection Tubing & Injection Packer coming out of hole. Send Injection Packer in for Repair/Replacement depending on condition.

Current Perforations:1,633' - 1,813' (180' Overall interval) - 32' of perforations (64 holes).Planned New Perforations:1,374' - 1,843' (469' Overall interval) - 60' of perforations (120 holes).Total Perfs after W/O:1,374' - 1,843' (469' Overall Interval) - 60' of perforations (184 holes).

See Wellbore Diagram for perforations detail - updated 09/10/2014.

 Runain hole with a 3-1/2" mill tooth skirted rock bit and 4-1/2" rotating casing scraper on 2-3/8" workstring and clean out wellbore to <u>PBTD at +/-1.960</u>. Catch samples of any material recovered from well and send to Tech Management for analysis. Note any bridges or hard streaks in report. While at TD, circulate note clean using clean produced water from Artesia State Unit or WAGU Water Injection Station. POOH with bit and scraper. **REMEMBER:** Paraffin has been encountered in offset wells. If excessive paraffin is encountered, pour 10 gal of diesel down tubing and cut paraffin from tubing string with paraffin knife – pouring additional 5 gal diesel down tubing every knife run; or circulate well with hot water & paraffin solvent chemicals to clean paraffin out of tubing string. Paraffin, iron sulfide, sand, rust, and scale have been recovered in many of these old wells while cleaning out to bottom.

 RU Logging Company and run GRN/CCL log for perforating correlation from PBTD at +/- 1,960' to base of Surface Casing at 290'.

Log should show porosity based on Sandstone Matrix, Dolomite Matrix, & Limestone Matrix. Email log directly from wellsite to Pat Seale at <u>pseale@alamoresources.com</u> and Tom Fekete at jordanrubicon@msn.com.

We will review GRN/CCL log and perfs for correlation to old GRN/CCL log run on 07/03/1975, prior to perforating

5 Perforate the ARTESIA STATE UNIT #701 WIW well over the following 11 intervals using 3-1/8" Hollow-Carrier slick perforating guns with 19-grain charges:

Interval	Perfili	nterval				Zone	
<u>No.</u>	Тор	Bottom	<u>No. of Ft</u>	<u>SPF</u>	<u>No. of Perfs</u>		
1	1,374'	1,388'	14'	2	` 28	QN - Penrose SS	
2	1,631	1,637'	6'	2	12	QN – Loco Hills SS	
3	1,642'	1,648'	6'	2	12	QN – Loco Hills SS	
4	1,706'	1,710'	4'	2	.8	GB – Upper Grayburg	
5	1,742'	1,744'	2'	2	4	GB – Metex	
6	1,748'	1,754'	6'	2 [.]	12	GB – Metex	
7	1,763'	1,767'	4'	2	8	GB – Metex	
8	1,781'	1,784'	3'	2	6	GB – Metex	
:9	1,804'	1,814'	10'	2	20	GB – Metex	
10	1,824'	1,826'	2'	2	4	GB – Metex	
11	1,840'	1,843'	<u>3'</u>	2	<u>6</u>	<u>GB – Metex</u>	
TOTALS			60'		120 Perfs		

6. Acidize LOCO HILLS, UPPER GRAYBURG, & METEX Perforated Intervals from 1,631'- 1,843':

- 212' Overall;
- 46' of perforations

• 156 perforations (92 New + 64 Old perfs)

in 4 Stages using Rock Salt for Diversion of acid during Job.

Acid Job Total:

- 8,000 gal 15% NEFE HCI (190.5 Bbls)
- 173.9 gal/ft of perfs
- 51.3 gal/perf)

with acid booster, anti-sludge, paraffin solvent, scale inhibitor, and demulsifiers, pumped at 5.0-6.0 BPM.

- Runtin hole with Treating Packer on 2-3/8" workstring with Retrievable Bridge Plug setting tool and RBP below packer.
- Set Retrievable Bridge Plug at approximately 1,900'.
- Set Treating Packer at approximately 1,570'.

Acidize the perforations in 4 Stages using Rock Salt as diverting agent between Stages:

STAGE 1: SPOT 145 gal 15% NEFE HCI (3:1 bbls) across Perfs from 1,631'-1,843' (212') inside the 4-1/2" 10.5# production casing in the well.

Pick up Retrievable Packer and Set at approx. 1,570'.

ACIDIZE STAGE 1 with a total of <u>3,200 gal 15% NEFE HCI (66.7 bbls)</u> + additives, increasing pump rate after breakdown to 5.0-6.0 BPM.

PUMP <u>400# ROCK SALT</u> in Artesia State Unit or WAGU produced water as Diverting Agent between Stage 1 and Stage 2.

STAGE 2: PUMP 2,400 gal 15% NEFE HCLACID (57.1 bbls) + additives at 5.0-6.0 BPM.

PUMP <u>400# ROCK SALT</u> in Artesia State Unit or WAGU produced water as Diverting Agent between Stage 2 and Stage 3.

STAGE 3: PUMP 1,200 gai 15% NEFE HCI ACID (28:6 bbls) + additives at 5.0-6.0 BPM.

PUMP 400# ROCK SALT in Artesia State Unit or WAGU produced water as Diverting Agent between Stage 3 and Stage 4.

STAGE 4: PUMP 1,200 gal 15% NEFE HCI ACID (28.6 bbls) + additives at 5.0-6.0 BPM.

Pump +/- 10.0 Bbls Fresh Water to displace acid to bottom of perforations at 1,949'.

Shut-in well and record Shut-In Pressures: Initial Shut-in; 5-minute S/I; 10-minute S/I; & 15-minute S/I.

Leave well Shut-in for 4 hours for acid to spend.

Flow back well into vacuum trucks until it lays down and dies. If well flows back more than 2 truck loads of water - hook up well to line and flowback to Artesia State Unit Water Station until it dies.

Release Treating Packer and unseat Retrievable Bridge Plug.

Re-Set Retrievable Bridge Plug at approximately 1,460'

7. Acidize new PENROSE SANDSTONE perfs from 1,374' - 1,388':

- 14' Overall;
- 14' of perforations
- 28 perfs

Acid Job Total:

- 2,000 gal 15% NEFE HCI (47.6 Bbls)
- 142.9 gal/ft of perfs
- 71.4 gal/perf)

with acid booster, anti-sludge, paraffin solvent, scale inhibitor, and demulsifiers, pumped at 5.0-6:0:BPM.

Re-Set Retrievable Bridge Plug at approximately 1,460'.

Set Treating Packer at approximately 1,320'.

Pump 2,000 gal 15% NEFE HCI plus additives down tubing at 5-6 BPM after acid is on perfs and perfs have broken down. Pump:+/--6.2/Bbls, <u>Fresh Water</u> to displace acid to bottom of perforations at 1,388'. Shut-in well and record Shut-In Pressures: Initial Shut-in; 5-minute S/I; 10-minute S/I; & 15minute S/I.

Shut well in 4 hours for acid to spend.

- 8. Open well up to flow back into vacuum trucks on location initially. Take the first 2 truckloads of flow back to commercial disposal site. If well should continue to flow back tie well in to flow back to the Artesia State Unit Water Station inlet tank until it dies. May need to put pulling unit rig on standby during these flowback times in order to keep workover costs down:
- Release Retrievable Treating Packer, go down and retrieve RBP & POOH with RBP, packer, and workstring. Have water truck on hand to kill well if it tries to come in during trip.
- Trip in hole with 2-3/8" workstring with muleshoe on bottom & tag for fill to PBTD. Circulate hole clean with water truck using <u>Fresh Water</u> at least at least 2 times around in order to dissolve rock salt. POOH with workstring and muleshoe.
- 11. Runan hole with 2-3/8" internally plastic-coated injection tubing & 4-1/2" Baker Model AD-1 tension Injection Packer.

Pressure test tubing to 5,000 psig while going in hole.

12. Pump & circulate approx, 50 Bbls of packer fluid into tbg/csg annulus - get clear returns.

Set Baker Model AD-1 tension Injection Packer at a depth of approximately 1,320'.

PACKER MUST BE SET WITHIN 100' OF THE TOP INJECTION PERF AT 1,374' - NMOCD RULES.

13. ND BOP and NU injection wellhead.

BE SURE TO REPLACE MASTER VALVE & TREE CAP VALVE WITH 2" FULL-OPENING BALL VALVES ON INJECTION WELLHEAD ASSEMBLY.

- 14. Pressure up on tubing/casing annulus to 500 psig with pressure recorder chart on pump truck. Hold and record pressure for 30 minutes for MIT. Have NMOCD REPRESENTATIVE on-site as a WITNESS for the MIT IF POSSIBLE. If not available, have chart to send to NMOCD.
- 15. Run Injection Test on well using produced water from Artesia State Unit or WAGU Water Station and pump truck. Have pressure chart recorder on truck for test. Pump 15 Bbls produced water into well at each of the following rates, allowing pump in pressure to stabilize before going to next rate. Record pump-in rates, volumes pumped, initial pressure, and final pressure for each Test Rate. DO NOT EXCEED 1,500 psig pumping pressure during test if 1,500 psig is reached do not attempt next rate.

Test Rates:

- 0.25 BPM
- 0.50 BPM
- 0.75 BPM
- 1.00 BPM
- 1.50 BPM
- 2.00 BPM

16. Once NMOCD approves MIT test run, hook well up to injection line and begin water injection.

H. Patrick Seale September 30, 2014

Artesia State Unit #701 WIW

ALAMO PERMIAN RESOURCES, LLC

Lease/Well No.:	ARTESIA STATE UNIT	#701 WIW	ELEVATION, GL:	3,481 ft	
Location:	10' FNL & 2,580' FEL				
	UL: B; SEC: 23, T: 18-S, R:27-E	FIELD:	ARTESIA: QN-GE		
	EDDY County, NM				
LEASE No.:	State:B-11083	Spudded:	3/6/1975		
API No. :	30-015-21487	Drlg Stopped:	3/10/1975		
		Completed:	8/29/1975	1	
	ROTARY DRLG RIG	LAT:			
		LONG:			
5 A. A.					
12-1/4" HOLE		TOC @ Surface	TOPS (TEF)	DEPTH, ft	
		Topped Off - 8 sx	YATES		
Surface Csg:			SEVEN RIVERS	1.000	
8-5/8 24# 1-55		290° Csg	PENKOSE	1,366	
Csg Set @ 290'			LOCO HILLS	1,630	
Cmt'd w/ 160 sx			GRAYBURG	1,652	
+ 8 sx;Ready Mix			METEX	1,/34	
		المتعاملين والمستعمل والمستعمل	PREMIER	1,852	
		TOC @ Surface	SAN ANDRES	1,902	
Υ.		Circulated 35 sx			
7.7/0" 4015					
7-778 HULE					
2 3 /8" 1 7# 1:55	л 🧱 🖌 🖌				
IPC Tubing					
Watson Elock		DEDES	Zone	SPF-#Holes	Date
Tension Packer		<u>- LIN 0.</u>	Lone	<u>, 2111 - 11 11 10103</u>	
Set @ 1 561		1633 - 1637'	OB - Loco Hills	4' 2 sholes	08/29/75
10.000 # Tension		1642 - 1645'	QB - Loco Hills	3 ⁴ 2 spf - 6 holes	08/29/75
8/1/2003		10112 1010			
0, 1, 2000		1706 - 1710'	GB - Unner GB	4' 2 spf - 8 holes	08/29/75
			de emperad		
		1742 - 1744'	GB - Metex	2' 2 spf - 4 holes	08/29/75
		1748 - 1754'	GB- Metex	6' 2 spf - 12 holes	08/29/75
		1763 - 1767'	GB - Metex	4 2 spf - 8 holes	08/29/75
		1781 - 1784'	GB - Metex	3' 2 spf - 6 holes	08/29/75
		1805 - 1808'	GB - Metex	3' 2 spf - 6 holes	08/29/75
Production Csg:		1810 - 1813'	GB - Metex	3' 2 spf - 6 holes	08/29/75
4-1/2" 10.5# J-55		1,994' Csg	TOTALS:	32' 64 holes	
Csg Set @ 1,994'		1,960' PBTD (Estimate	ed Based on #502	WIW)	
Cmt'd w/ 660 sx		2,010' TD			
	·			Cumulative Prod.	(05/31/14):
Drilled by ANADAR	KO PROD. CO. as the Artesia Stat	te Unit Tract 7 Well #1	WIW.	OIL 0.000	MBO
INITIAL WATER INJE	CTION: 08/29/1975.			GAS 0.000	MMCF
and an	· · · · · · · · · · · · · · · · · · ·			WATER 0:000	MBW
* ACTUAL CUM WI	05/31/2014 = 984.758 MBWI (N	MOCD WELL HISTORY).	INJECT. 111.428*	MBW
		tin an			
				HPS: 09/10/2014	

ARTESIA STATE UNIT #701 WIW - WBDiagram - 09-10-14 xlsx.

ARTESIA STATE UNIT #701 WIW

	PERFS		ACID JOB(S)				FRAC JOB(S)					INITIAL POTENTIAL TEST			
				ACID	ACID		FRAC FLUID	FLUID	SAND	SAND		TEST	OIL	GAS	WATER
TOP	BOTTOM	ZONE	DATE	GALS	TYPE	DATE	GALS	TYPE	LBS	SIZE	REMARKS	DATE	BOPD	MCFD	BWPD
1,633 1,642	1, <u>6</u> 37 1,645	QN-Loco Hills QN-Loco Hills	8/29/1975	504	15% HCI						14 përfs 36:0 gal/perf				
				أجذ	<u> </u>			i	'		7 ft of perfs 72:0 gal/ft			مە ئامچا بامندۇ ئ	
1,706	1,710	GB-Upper GB	8/29/1975	252	15% HCI			-			8 perfs 31,5 gal/perf				, ·
						· · ·					4 ft of perfs 63.0 gal/ft				
1.742	Ĩ.74 4	GB-Metex	8/29/1975	. 1.008	15% HCI					·	30 perfs				
1.748	1.754	GB-Metex	-,,	-,							33.6 gal/perf				
1.763	1.767	GB -Metex									- · · · ·			•	
1,781	1,784	GB-Metex									15 ft of perfs				
		1									67.2 gal/ft		· ·		
					450/1101						49-1-1				
1,805	1,808	GB-Metex	8/29/19/5	252	15% HU						12 perts				
1,810	1,813	GB-Metex									21:0 gai/perj				
											6 ft of perfs				
		L									42.0 gal/ft				
				00/04/20		D. TO COUP	TTE OFF CACING								
1,633	1,637	QN-Loco Hills	07/23/2003	- 08/04/20	US WURKUVE	K IU SUUE	EZE OFF CASING	LEAK							
1,642	1,645	QN-LOCO Hills		Set KBP @	900°. Pert a 4 S	dz Holes @ 1	92 in 4-1/2 Cas	Ing. COULD	NOT CIRCULAT	E up betwe	en 4-1/2 & 8-5/8	casing stri	ngs.		
1,706	1,710	GB-Upper GB		Wellnead p	arted from casi	ng. Pulled 8	0,000# - Could No	ot Kelease c	asing slips. Cut	0π.8-5/8	Casing Head.	/			
1,742	1,744	GB-Metex		Went in 4-1	L/2" x 8-5/8" Ar	nulus with 1	" tubing - Taggeo	1 TOC @ 36'	trom surface.	Establised	good circulation in	to 4-1/2".			
1,748	1,754	GB-Metex		Cemented	down 1" with 2	1 sx cement	- cmt.at surface.	POOH w/1"	tubing. Pulled	130,000# ol	1 4-1/2" casing str	ing. Shut-do	own overnig	nt. WOC.	
1,763	1,767	GB-Metex		Cleaned ou	t well with Bit 8	& Scraper.									
1,781	1,784	GB-Metex		RIH WITH W	atson J-Lock Te	nsion Packer	& 2-3/8" IPC Inje	ection Tubin	g. Set Pkr at 1,	561 with 1	u,uuu# tension.				
1,805	1,808	GB-Metex		Pressure Te	ested 4-1/2" cas	sing string fro	om surface to 1,5	61' to 550 p	sig - did not lea	k off.					
1,810	1,813	GB-Metex		Returned	ell to injection										

WELL PERFORATION, ACID JOB, FRAC JOB, & WELL TEST DETAILS

LAST Warrawn on Were BY CBS OPERATING CORP.

ARTESIA STATE UNIT WELL NO. 7-1 #901 WTW API NO. 30-015-21487 10' FNL & 2580' FEL UL B-23-18S-27E EDDY COUNTY, NEW MEXICO

July 23, 2003

MI & RU Basic Energy Services. Set BOP. Released packer and POH with tubing. Shut down for night.

July 24, 2003

Picked up 500' of 2-3/8" tubing and plug. RIH and tried to set plug at 500' from surface. Would not set. Dropped plug when we pulled on pipe. RIH with more pipe and tagged plug at 900'. Set plug at 900' and put 2 sacks of sand on top of plug. RIH with wireline and shot 4 holes in 4-1/2" casing at 192' from surface. Tried to circulate out of 8-5/8" casing, could not circulate. Casing filled over. Removed BOP and laid down all tubing. Tubing is all plastic coated, some 8RD and some 10-V. Rigged down.

July 29, 2003

Rigged up and ran spear. Pulled on casing. <u>Pulled 80 points, could not release slips on</u> <u>4-1/2³³ casing</u>. <u>Worked on trying to release</u>. Shut down for night.

July 30, 2003

Cut 8-5/8" wellhead. Picked up 1 inch pipe and went in between 4-1/2" & 8-5/8" casing. Tagged at 36" from surface. Shut down for night.

July 31, 2003

Rigged up cement truck and pumped water down 1 inch pipe. Good circulation. <u>Pumped</u> 21 sacks cement, cement at surface. POH with 1 inch pipe. <u>Put 30 points on casing and</u> shut down for night.

August 1, 2003

Released spear and laid down. Set BOP and picked up tubing and fishing tool. RIH, circulated sand out of hole. <u>Retrieved plug and POH</u>. Laid down plug. <u>RIH with bit and scraper</u>. POH with bit and scraper. <u>RIH with Watson J-Lock packer and tubing</u>. Removed BOP. <u>Set packer at 1561' with 10 points tension</u>. <u>Pressure tested 4-1/2'' casing to 550#, did not leak</u>. Rigged down and moved out.

Artesia State #701 WIW



Artesia State #701 WIW



Artesia State #701 WIW



