

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

SEP 15 2009

Sundry Notices and Reports on Wells

Bureau of Land Management
Farmington Field Office

1. Type of Well
GAS

5. Lease Number
NMSF - 078622

6. If Indian, All. or
Tribe Name

7. Unit Agreement Name

2. Name of Operator

BURLINGTON

RESOURCES OIL & GAS COMPANY LP

3. Address & Phone No. of Operator

PO Box 4289, Farmington, NM 87499 (505) 326-9700

8. Well Name & Number
Luthy A 4

9. API Well No.

30-045-26613

4. Location of Well, Footage, Sec., T, R, M

Surf: Unit G (SWNE), 2250' FNL & 1610' FEL, Section 1, T26N, R8W, NMPM

10. Field and Pool

PC/MV

11. County and State
San Juan Co., NM

12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA

| Type of Submission | Type of Action | |
|--|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment | <input type="checkbox"/> Change of Plans |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion | <input type="checkbox"/> New Construction |
| <input type="checkbox"/> Final Abandonment | <input type="checkbox"/> Plugging | <input type="checkbox"/> Non-Routine Fracturing |
| | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> Water Shut off |
| | <input type="checkbox"/> Altering Casing | <input type="checkbox"/> Conversion to Injection |
| | | <input type="checkbox"/> Other - Commingle PC/MV |

RCVD SEP 18 '09
OIL CONS. DIV.

DIST. 3

13. Describe Proposed or Completed Operations

Burlington Resources would like to commingle this dual Blanco Picture Cliffs/Mesa Verde well per attached Procedures. The DHC Has been applied for.

14. I hereby certify that the foregoing is true and correct.

Signed Jamie Goodwin Jamie Goodwin Title Regulatory Technician Date 9/15/09

(This space for Federal or State Office use)

APPROVED BY Original Signed: Stephen Mason

Title

Date

SEP 17 2009

CONDITION OF APPROVAL, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

DHC 3232AZ

NMOCD

ConocoPhillips
Luthy A #4 (PC/MV)
Commingle

Lat 36° 30' 57.888" N

Long 107° 37' 50.088" W

Prepared by: Jonathan Coberly

Date: 09/09/09

Scope of Work: Mill CIBP to comingle the Pictured Cliffs and Mesaverde zones, land tubing, and return to production.

Est. Rig Days: 4

Area: 22

Route: 261

Est. Uplift: 85 MCFD

Formation: PC/MV

WELL DATA

API: 3004526613

Spud Date: 12/14/1985

LOCATION: 2250' FNL & 1610' FEL, Spot G, Section 01 -T 026N - R 008W

PBTD: 4947'

Total Depth: 4955'

TBG Depth: 2276' **KB:** 12'

PBTD (CIBP): 3930'

Perforations: 2248'-2344' (PC); 4030'-4498' (MV); 4534'-4620' (MV); 4653'-4907' (MV)

| Tubular | OD | Weight | Grade | Connection | ID (in) | Drift ID (in) | Depth (KB) |
|-----------|--------|-----------|-----------|------------|---------|---------------|------------|
| Casing | 9 5/8" | 32.3 | H-40 | STC | 9.001 | 8.845 | 225' |
| Casing | 7" | 20 | K-55 | STC | 6.456 | 6.331 | 2646' |
| Liner_Top | 4 1/2" | 10.5 | K-55 | EUE | 4.052 | 3.927 | 2503' |
| Liner | 4 1/2" | 10.5 | K-55 | EUE | 4.052 | 3.927 | 4955' |
| CIBP | 4 1/2" | No Record | No Record | No Record | 0.000 | 0.000 | 3930' |
| Tubing | 2 3/8" | 4.7 | J-55 | EUE | 1.995 | 1.901 | 2276' |
| SN | 2 3/8" | 4.7 | J-55 | EUE | 1.995 | 1.780 | 2276' |

Well History/Justification

The Luthy A #4 was spud in 1985 and completed into the Mesaverde formation's Point Lookout zone in 1986. In 2001, the wellbore was recompleted into the Mesaverde formation's Menefee zone. In 2003, as part of an eighty acre infill pilot on the Pictured Cliffs, the Pictured Cliffs formation was completed. Before 2003, there was a rod pump producing less than 1 bbl/d of oil and no water. Currently the Pictured Cliffs formation is flowing under wellhead compression and producing less than 1 bbl/d of water. The line pressure in the area is approximately 130 psig. When the well goes back under compression, the production rate (123 Mscfd) will be over critical lift (110 Mscfd) and we will lift all fluids to surface.

Recommendation

It is recommended to mill out the cast iron bridge plugs, clean out any fill that is present, land the tubing in the Mesaverde zone, commingle the production with the Pictured Cliffs, and return the well to flowing production under compression.

B2 Adapters are required on all wells other than pumping wells.

Artificial lift on well (type): None

Est. Reservoir Pressure (psia): 400 (PC); 500 (MV)

Well Failure Date: None

Earthen Pit Required: NO

Current Rate: 38 MCFD

Est. Rate Post Remedial: 123 MCFD

Special Requirements:

~81 Joints of 4.7# J-55 Tubing for lowering tubing.
 Many Joints of 4.7# J-55 Tubing for replacements.
 3-3/4" Mill.

H2S: 0 ppm

| Contacts | Name | Office # | Cell # |
|---------------------|-------------------|----------|----------|
| Production Engineer | Jonathan Coberly | 324-5112 | 320-0772 |
| Engineering Backup | Juan Alvarez | 324-5185 | 330-5310 |
| MSO | Nathaniel Nichols | | 320-8167 |
| Spec | Fred Haskill | | 486-2373 |
| Area Foreman | Ryan Frost | 324-5143 | 320-0953 |

Tubing Drift Check

PROCEDURE

1. Set flow control in tubing. With air, on location, use expendable check. With no air on location, use wire line plug.
2. RU drift tool to a minimum 70' line. Drift tool will have an OD of at least the API drift specification of 1.901" for the 2 3/8", 4.7# tubing, and will be at least 15" long. The tool will not weigh more than 10# and will have an ID bore the length of the tool, so fluids may be pumped through the tool if it becomes stuck.
3. Drop the tool into the tubing string and retrieve it after every 2 joints of tubing ran in hole. If any resistance to the tool movement is noticed, going in or out, that joint will be replaced.
4. In order to stimulate the plunger lift operation, all equipment must be kept clean and free of debris.

The drift tool should be measured with calipers before each job, to ensure the OD is the correct size for the tubing being checked. The maximum allowable wear of the tool is .003".

Current Schematic

ConocoPhillips

Well Name: LUTHY A #4

| | | | | | | |
|-----------------------|-------------------------------|-----------------------------|--------------------------------|--------------------------------|-------------------------|------|
| API/ UWI | Surface Legal Location | Field Name | License No. | State/ Province | Well Configuration Type | Edit |
| 3004526613 | NMPM,001-026N-008W | ELANCO MESAVERDE (PROPOSED) | | NEW MEXICO | | |
| Ground Elevation (ft) | Original KBART Elevation (ft) | KB-Grout Distance (ft) | KB-Casing Flange Distance (ft) | KB-Tubing Hanger Distance (ft) | | |
| 6,194.00 | 6,206.00 | 12.00 | 6,206.00 | 6,206.00 | | |

Well Config: 30045266130000 8/6/2009 7:36:58 AM

| ftKB (MD) | Schematic - Actual | Frm/Final |
|--------------|--|------------------------|
| 0 | | |
| 12 | | |
| 224 | | |
| 225 | Tubing Joints, 2 3/8in, 4.70lbs/ft, J-55, 12 ftKB, 2,242 ftKB | |
| 228 | Pup Joint, 2 3/8in, 4.70lbs/ft, J-55, 2,242 ftKB, 2,244 ftKB | |
| 2,242 | Tubing Joint, 2 3/8in, 4.70lbs/ft, J-55, 2,244 ftKB, 2,275 ftKB | |
| 2,244 | Seating Nipple, 2 3/8in, 4.70lbs/ft, J-55, 2,275 ftKB, 2,276 ftKB | |
| 2,248 | Saw Tooth Collar, 2 3/8in, 4.70lbs/ft, J-55, 2,276 ftKB, 2,276 ftKB | |
| 2,275 | | |
| 2,276 | Pictured Cliffs, 12/16/2003, Frac'd w/ 95,037# 20/40 Arizona sand, 10,416 gals of treated water, and 327,100 scf N2. | PICTURED CLIFFS, 2,248 |
| 2,276 | | |
| 2,344 | | |
| 2,503 | | |
| 2,515 | | |
| 2,556 | | |
| 2,557 | | |
| 2,645 | | |
| 2,646 | | |
| 3,138 | | |
| 3,828 | | |
| 3,896 | | CHACRA, 3,138 |
| 3,930 | | MESAVERDE, 3,828 |
| 3,932 | | |
| 3,932 | | |
| 4,030 | Mesaverde, 1/31/2001, Frac'd w/ 25,635# sand and 56,315 gals of Slickwater. | |
| 4,498 | | |
| 4,514 | | |
| 4,534 | Mesaverde, 1/7/1986, Frac'd w/ 46,000# 20/40 sand and 70,742 gals of Slickwater. | |
| 4,620 | | |
| 4,653 | Mesaverde, 1/7/1986, Frac'd w/ 52,000# 20/40 sand and 81,719 gals of Slickwater. | |
| 4,907 | | |
| 4,947 | | |
| 4,947 | PBTD, 4,947 | |
| 4,948 | | |
| 4,954 | | |
| 4,955 | TD, 4,955, 12/20/1985 | |
| 4,955 | | |