In Lieu of -Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Oo not use PERMIT-'	this form for proposals to drill or to deepen or ree	ntry to a different reservoir. Use "APPLICATION FOR 97 NOV 20 PM 12: 45	Lease Designation and Serial No. Jicarilla 70 If Indian, Allottee or Tribe Name
			Jicarilla Apache
	SUBMIT IN T	RIPLICATE	.7. If Unit or CA, Agreement Designation
1.	Type of Well □Oil Well ☑ Gas Well □ Other		8. Well Name and No. Jicarilla 70 - 8
2.	Name of Operator Golden Resources, Inc.	e pleathe	9. API Well No.
3.	Address and Telephone No. 550 Post Oak Blvd. Ste. #550, Houston, Texa		10. Field and Pool, or Exploratory Area Lindreth Dakota-Gallup
4.	Location of Well (Footage, Sec., T., R., M., or S 1850' FSL & 1750' FWL, Sec. 27, T24N, Re	Survey Description)	11. County or Parish, State Rio Arriba, NM.
	CHECK APPROPRIAT	E BOX(s) TO INDICATE NATURE OF NOTICE, REPO	RT, OR OTHER DATA
	TYPE OF SUBMISSION	TYPE OI	FACTION
	☑ Notice of Intent ☐ Subsequent Report	☐ Abandonment ☐ Recompletion ☐ Plugging Back ☐ Casing Repair	☐ Change of Plans ☐ New Construction ☐ Non-Routine Fracturing ☐ Water Shut-Off ☑ Conversion to Injection
	☐ Final Abandonment	☐ Altering Casing ☐ Other	☐ Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* 13.

Golden Resources, Inc. intends to convert the Jicarilla 70-8 into a commercial disposal well as per the attached procedure.

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14. I hereby certify that the foregoing is to	(John C. Thompson) Title	Agent/Engineer for Golden Resources Date	11/18/97	
(This space for Federal or State office Approved by Lul Million Conditions of approval, if any:	proval for injection all		PA- rements	
Title 18 U.S.C. Section 1001, makes it a crime f statements or representations as to any matter with	or any person knowingly and willfully to make to a thin its jurisdiction. *See Instruction on Reverse	ny department or agency of the United States any false, figition	rs or fraudulent	
*See instruction on Keverse side				



PROGNOSIS FOR Golden Resources Jicarilla #70-8

070 FARMINGTON, NM

Location: Section K27 T24N R4W

Rio Arriba, New Mexico

Date: October 26, 1997

Field:

Lindreth Dakota/Gallup

Elev:

KB 7019'

Lease Number: Jicarilla 70

Surface: Jicarilla Apache

Elev: 4-1/2" GL 7007' @ 7449'

PBTD

@ ' Existing Perfs: 6110' - 7290'

Procedure:

Prior to Move in:

Check for anchors and dig reserve pit if necessary.

Squeeze Greenhorn & Dakota:

- 2. Move on location and rig up service unit. Hold safety meeting. Blow well down and kill with water, if necessary.
- 3. ND WH & NU BOP. TOH with 234 jts (7257') of 2-3/8" tubing. Tally & visually inspect tbg. while TOH. Replace any bad its.
- 4. TIH with cement retainer on 2-3/8" tubing. Set retainer at 6985'. Load backside w/ water & hold #100 of pressure. Establish an injection rate with water into the Dakota perfs. Mix & pump 74 sx (87.3 cu. ft.) of Class "B" cement (100% excess). Monitor backside while pumping cement. Sting out of retainer leaving 1 bbl of cement on top of retainer. TOH w/ tbg.

Squeeze Gallup:

- 5. PU 4-1/2" x 2-3/8" packer & TIH on 2-3/8" tbg. Set packer at 6910'. Load backside w/ water & hold #100 of pressure. Establish an injection rate into Gallup perfs. Mix & pump 27 sx (31.9 cu.ft.) of Class "B" cement (200% excess). Monitor backside while pumping cement.
- Displace cement below packer and hesitate squeeze. Maximum squeeze pressure is 1500 psi. 6. Leave at least 50' of cement above the top perf. Release RBP and pull out of hole approximately 200' (6700'). Reverse tbg. clean. Reset packer and pressure up on squeeze again. WOC.
- Release packer & TIH to confirm cement top. Pressure test casing to #1000. If pressure test fails, 7. set packer and determine location of leak. Re-squeeze as if necessary.

Perforate & Acidize Point Lookout

- 8. If pressure test is OK, Pull up to 5174' and spot 500 gal of 15% HCl. TOH w/ tbg. RU perforators and perforate Point Lookout 4 spf at the following depths: 4978'-4998', 5010'-5080' and 5110' 5170' (total of 600 holes.)
- Acidize Point Lookout w/ 2000 gals. of 15% HCl. Pump acid w/ 300 (1.3 SG) ball sealers. RIH
 w/ junk basket. Run junk basket to at least 5250' to knock balls off perfs & recover as many balls
 as possible.

Injection Test

10. Pick up 4-1/2" X 2-3/8" packer and TIH. Set packer at 4800'. Load the annulus and pressure up to 100 psi. Monitor annulus pressure during injection test. Inject water down the tubing and into the Point Lookout formation, starting at 1/4 BPM and increasing rate in 1/4 BPM increments. Maximum injection pressure is 1200 psi. Record all rates and pressures. TOH and lay down packer.

Install injection string

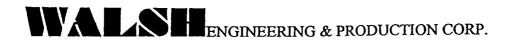
- 11. If injection rates and pressures are satisfactory, TIH with plastic lined packer with on-off tool and on 2-3/8" plastic lined tubing.
- 12. Circulate packer fluid down backside and set packer at 4927'.
- 13. Release rig and move off location

Install surface facilities

- 14. Install injection pump and surface facilities.
- 15. Run step rate injection test and casing integrity test per EPA and NMOCD requirements.

John C. Thompson

Engineer



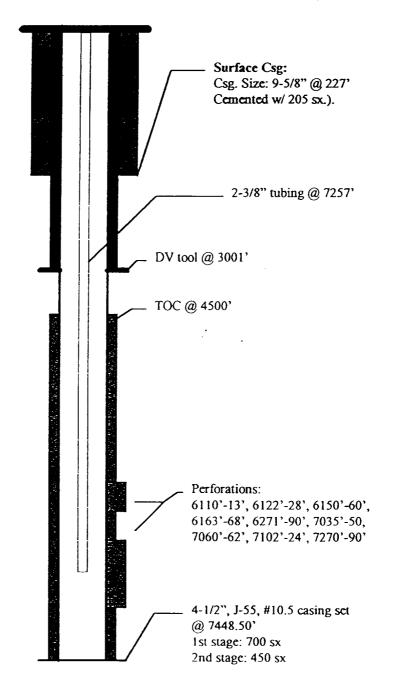
10/27/97: ja

Jicarilla #70-8 1850' FSL & 1750' FWL Sec 27 T24N R4W Rio Arriba, NM

Current Status

Elevation: 7007', KB: 12'

	Formation Tops:		
i	Ojo Alamo:	2400'	
	Pictured Cliffs:	2858'	
	Chacra:	3225'	
	Cliffhouse:	4435'	
	Pt. Lookout:	4977'	
	Gallup:	6094'	
	Greenhorn:	7004	
	Dakota "A":	7085'	
I	Dakota "D":	7228'	
	Вшто Сапуоп:	7330'	
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10/27/97: ja

Jicarilla #70-8 1850' FSL & 1750' FWL Sec 27 T24N R4W Rio Arriba, NM

Injection Status

Elevation: 7007', KB: 12'

