Submit 3 Copies to Appropriate District Offices

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I

OIL CONSEDUATION DIVISION

P.O. Box 1980, Hobbs, NM 88240	O. Box 1980, Hobbs, NM 88240 OIL CONSERVATION DIVISION 310 Old Santa Fe Trail, Room 206			WELL API NO.	
DISTRICT II Santa Fe. New M			30-039-20432		
P.O. Drawer DD, Artesia, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410			5. Indicate Type of Lease ST.	ATE FEE	
			6. State Oil & Gas Lease	No.	
			E 290-3		
SUNDRY NOTI	ICES AND REPORTS ON W OPOSALS TO DRILL OR TO DEE!				
DIFFERENT RESER	7. Lease Name or Unit Agreement Name SAN JUAN 28-7				
· · · · · · · · · · · · · · · · · · ·	-101) FOR SUCH PROPOSALS.)				
1. Type of Well: OIL WELL GAS WELL	OTHER				
2. Name of Operator CONOCO, INC.			8. Well No. 129		
3. Address of Operator	9. Pool name or Wildcat				
P.O. BOX 2197 HOUSTON, TX	BASIN DAKOTA				
4. Well Location Unit Letter G:1678'	Feet From The NORTH	Line and <u>1670'</u>	Feet From The E	AST Line	
Section 2 Township 27N Range 7W NMPM RIO ARRIBA County					
	10. Elevation (Show wh	nether DF, RKB, RT, GR, etc.)			
11. Check A	ppropriate Box to Indicate	Nature of Notice, Rep	ort, or Other Data		
NOTICE OF INT	ENTION TO:	SUBS	SEQUENT REPO	RT OF:	
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	ALTERI	ING CASING	
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING	OPNS. PLUG	AND ABANDON	
PULL OR ALTER CASING		CASING TEST AND CEN	MENT JOB		
OTHER:		OTHER:	· · · · · · · · · · · · · · · · · · ·		
12. Describe Proposed or Completed Opework) SEE RULE 1103.	rations (Clearly state all pertine	ent details, and give pertinent d	lates, including estimated dat	e of starting any proposed	
CONOCO, Inc. has approval to D Mesaverde. While performing the had a leak @ 4400'. Attached is a performed.	recompletion work it was dis	scovered that the casing	MAY 20 RECEDENCE OF SECTION OF SE	00	
I hereby certify that the information above is true	1// // // // // // // // // // // // //	e and belief.	TPVIAL	o5/26/2000	
SIGNATURE VILLE	20 /amous 1	TITLE INCOUNT AND	DAT	F	
TYPE OR PRINT NAME DEBORAH MA	ARBERRY U		TELEPHONE NO. (281)29	3-1005	
(This space for State UsarremAL SIGNED	BY CHARLIE T. PERRIN	DEPUTY OIL & GAS IN	SPECTOR, DIST #4	MAY 3 0 2000	
APPROVED BY		TITLE	DAT	ТЕ	
CONDITIONS OF APPROVAL, IF ANY:					

San Juan 28-7 Unit, Well #129 Recomplete to Mesaverde (3 stage) & DHC with Dakota Post Casing Leak, May 24, 2000

AFE#	2580	DHC#

Location: T-27N, R-7W, Sec-2, 1678'N, 1670'E.

Procedure

API# 300392043200

- 1) Move in workover rig, hold safety meeting, note prevailing wind direction at location, designate muster point, review procedure, identify potential hazards, isolate lines and facilities, blow down lines, lock out tag out, spot equipment, rig up, WORK SAFELY!
- 2) Kill tubing and POOH standing back.
- 3) Set composite BP @ approx. 5600', fill hole w/ fluid, test casing and plug to 3,000 psi. Run CBL / GR from 5600' up to 4400', determine TOC 2nd stage and bottom of 3rd stage or highest free pipe above 4500'.
- 4) Perforate the Point Lookout formation for 1st stage @ 5563', 59, 55, 51, 28, 24, 20, 02, 5498, 94, 90, 86, 82, 78, 74, 70, 66, 62, 58, 54, 50, 46, 42 (85' of pay) 23 perf points with two holes per point, 46 total holes.
- 5) Pump 500 gal. Acid, ball off to break down perfs. RIH w/ gauge ring and junk basket, knock off balls POOH, count hits.
- 6) Rig up stimulation company and perform 1st stage frac as per stimulation company procedure.
- 7) Rig up wireline, set composite BP @ 5400'. Dump two sacks of sand on top of plug. Pressure test plug to 3000#.
- 8) Perforate 3 SPF at 5190 and 5015'.
- 9) RIH with 2.375" string and cement retainer, set retainer at 5170', establish circulation with 1% KCI water, pump suicide cement squeeze as per BJ recommendation.
 - a. 20 bbls fresh water
 - 30 sx of Premium Lite High Strength Cement Containing 3% bwow Potassium Chloride + 1% bwoc Calcium Chloride + 113.1% water bwoc (11.8 gals per sx). This system weighs 12.5 ppg and yields 2.19 cub ft/sx.
 - c. Displace cement to retainer with 20 bbls. (can use 1% KCL to displace)
- 10) Unsting from retainer, circulate clean, POOH string standing back. WOC at least 3 hours. Note: It may be difficult to reverse the hole clean given the casing leak at 4400', so pull tubing to above the upper suicide holes and/or volume of 4 ½" casing greater than the volume of cement left in the tubing prior to trying to reverse circulate the tubing clean.

- 11) Pick up packer and run in hole to 4800'. After 4 hours of waiting on cement, set packer and pressure test top squeeze holes to 3000 psi. It is anticipated that we will be able to pump into the upper squeeze perfs. If able to establish injection, squeeze top perfs as per BJ recommendation (30 sx of slurry as described above). Displace at least 2 barrels below the packer. Release packer, reverse tubing clean and POOH. WOC over night. Note: It may be difficult to reverse circulate with the casing leak open above the packer at 4400', so pull tubing to above the volume of 4 ½" casing greater than the volume of cement left in the tubing prior to trying to reverse circulate the tubing clean.
- 12) Perforate 3 SPF at 4860'.
- 13) RIH with 2.375" string and cement retainer, set retainer at 4840', establish circulation with 1% KCl water, pump suicide cement squeeze as per BJ recommendation.
 - a. 20 bbls fresh water
 - 85 sx of Premium Lite High Strength Cement Containing 3% bwow Potassium Chloride + 1% bwoc Calcium Chloride + 113.1% water bwoc (11.8 gals per sx). This system weighs 12.5 ppg and yields 2.19 cub ft/sx. (est. volume pending BJ procedure)
 - c. Displace cement to retainer with 18 bbls. (can use 1% KCL to displace)
- 14) Unsting from retainer, circulate clean, POOH string standing back. WOC at least 3 hours. Note: It may be difficult to reverse the hole clean given the casing leak at 4400', so pull tubing to above the casing leak at 4400' and/or volume of 4 ½" casing greater than the volume of cement left in the tubing prior to trying to reverse circulate the tubing clean.
- 15) Pick up packer and run in hole to 4200'. After 4 hours of waiting on cement, set packer and pressure test top squeeze holes to 3000 psi. It is anticipated that we will be able to pump into the casing leak. If able to establish injection, squeeze top perfs as per BJ recommendation (30 sx of slurry as described above). Displace at least 2 barrels below the packer. Release packer, reverse tubing clean and POOH. WOC over night.
- 16) RIH with 3.875" bit, 6 drill collars on 2.375" string and drill out to just above the composite plug that is over the Point Lookout, pressure test casing to 3,000 psi. If it does not hold, additional squeezing will be necessary. Contact Houston for a revised procedure. If the casing tests, continue to drill out plug over the Point Lookout and clean out through the Point Lookout perforations (do not drill out the plug over the Dakota). POOH
- 17) RIH with tubing. Production test the Point Lookout zone to determine if it was adequately fracture stimulated. Catch a gas sample for analysis. Rig down if a lengthy test is necessary
- 18) Rig up pulling unit.
- 19) Kill if necessary. POOH with tubing.
- 20) If Point Lookout re-frac is necessary, contact Houston for a revised procedure. If it is un-necessary continue with step 21.
- 21) RIH with composite bridge plug and set at 5400'. Dump two sacks of sand on top of plug and pressure test plug to 3000 psi.

- 22) RIH and perforate Menefee formation for 2nd Stage @, 5350, 46, 42, 5298, 94, 5284, 80, 76, 5228, 5197, 93, 89, 85, 67, 63, 59, 55, 51, 47, 43, 39, 12, 08, 5097, 93, 60, 56, 52, (109' of pay) 28 perf points with two holes per point, 56 total holes.
- 23) RIH with treating packer on 2.375" string, set packer @ 4950' and pump 500 gal. Acid, ball off to break down perfs. Unseat packer, RIH w/ packer and junk basket, knock off balls POOH, count hits. Watch for backside pressure during breakdown.
- 24) Rig up stimulation company and perform 2nd stage frac as per stimulation company procedure.
- 25) Rig up wireline set composite BP @ 5000'. Pressure test plug to 3000#.
- 26) RIH and perforate Cliffhouse for 3rd Stage @ 4978, 74, 60, 56, 52, 38, 34, 30, 26, 05, 01, 4897, 93, 89, 85 (64' of pay) 15 perf points with two holes per point, 30 total holes.
- 27) RIH with treating packer on 2.375" string, set packer @ 4870' and pump 500 gal. Acid, ball off to break down perfs. Unseat packer, RIH w/ packer and junk basket, knock off balls POOH, count hits. Watch for backside pressure during breakdown.
- 28) Rig up stimulation company and perform 3rd stage frac as per stimulation company procedure.
- 29) Flow back immediately, RIH tubing and clean out and unload if necessary, clean up over night. Obtain 2 hour stabilized flow test on Cliffhouse. Catch gas sample for analysis. POOH
- 30) RIH w/ 3.875" bit and drill collars, drill out BP @ 5000', clean out through Menefee perfs (below 5350') and POOH.
- 31) RIH w/ tubing and packer and set at 5000', unload if necessary, clean up over night. Obtain 2 hour stabilized flow test on Menefee. Catch gas sample for analysis. POOH
- 32) RIH w/ 3.875" bit and drill collars, drill out BP @ 5400', clean out through Point Lookout perfs (below 5563') and POOH if the Point Lookout was re-fraced. If it was not re-fraced, continue on to step 34.
- 33) RIH w/ tubing and packer and set at 5400', unload if necessary, clean up over night. Obtain 2 hour stabilized flow test on Point Lookout. POOH
- 34) RIH w/ 3.875" bit and drill collars, drill out BP @ 5600' and clean out to PBTD @ 7717'. POOH bit and collars.
- 35) RIH and land tubing @ 7600', notify operator to put on DHC plunger lifted production.

San Juan East Team (PWB)

Cc: Central Records well file, and 3 Copies to Farmington (Linda Hernandez, FPS, and Project Lead).