Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR RUPEAU OF LAND MANAGEMENT

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

BUREAU OF	LAND MANAGEMENT	BLM	5. Lease Designation and Serial No. SF 080385
Do not use this form for proposals to dr			6. If Indian, Allottee or Tribe Name
Use "APPLICATION FO	OR PERMIT-" for such propos	era Alla Parta Maria Maria III	
SUBMIT	IN TRIPLICATE	TATIVILITY OF THE PARTY	7. If Unit or CA, Agreement Designation
1. Type of Well		· mare is	Rincon Unit
Oil Gas	Approximate forth	-	8. Well Name and No.
Well Well Other		- Film	
2. Name of Operator			Rincon Unit Well No. 202
Union Oil Company of California		JEIL D	9. API Well No.
3. Address and Telephone No.	निव	1 7 1999	30-039-20737
P. O. Box 671Midland, TX 79702	(915) 685-7608	1 1 130	10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T., R., M., or Survey De 800' FNL & 800' FEL	scription)	IT COM B	O Blanco Mesa Verde/Basin Dakota 11. County or Parish, State
Sec. 27, T27N, R7W	M	II COUNTS	Rio Arriba County, NM
12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF N	IOTICE, REPORT, O	R OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
Notice of Intent	Abandonment		Change of Plans
Es riolisa di mani			New Construction
Subsequent Report			
	Plugging Back		Non-Routine Fracturing
F7 141 1 441 5-	☐ Casing Repair		☐ Water Shut-Off
Final Abandonment Notice	☐ Altering Casing		Conversion to Injection
	☐ Other		Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
directionally drilled, give subsurface locations and meas Unocal plans to perf the Mesa Verde formatio	n and DHC w/existing Basin Dakota	·	,
Procedure and Wellbore Schematic attached.			
	SEE ATTACHED IN CONSTITUINS OF APPR		
14. I hereby certify that the foregoing is true and correct Signed	Title Workover/Drlg. For	eman	Date06/03/99
(This space for Federal or State office use) Approved by Conditions of approval, if any:	Title Team Lead, Patroleus	n Management	JUN 5 999

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

HOLD CTO4 FOR MorPlat

*See Instruction on Reverse Side

NMOCD



Drilling Eng.	
Reservoir Eng.	***************************************
Production Eng.	
Field Supt.	
Drilling Supt.	

UNION OIL COMPANY OF CALIFORNIA MIDLAND, TEXAS CONDITION OF HOLE & PROCEDURE

				DATE:	5/25/99
FIELD:	Dakota	•	AREA:	South Permian	
LEASE/UNIT:	Rincon Unit	WEL	L NO.:	202	-
REASON FOR WORK:	To add addit	ional perfs and fractu	ire stimul	late in the Mesa Ver	de.
TOTAL DEPTH:7	<u>C</u>	D: 7,675' KB ASING RECORD:	DATUM	IS <u>14'</u> ABOV	E <u>G.L.</u>
	9-5/8	3" CASING DETAI	L		
219.00'	Total Casin	ıg			
14.00'	BKDB				
233.00'	FHD		4-1-4		
Cement w/190sx. Ceme	ent Circulated.				
	4-1/2	" CASING DETAI	Ľ		
7661.00'	Total Casin	ng			
14.00'	BKDB				
7675.00'	FHD				
Cement in 3 stages with	a total 487sxs.	DV Tools @ 5635,	3287'.		

TUBING DETAIL:

See Wellbore Diagram.

PERFORATIONS:

Dakota

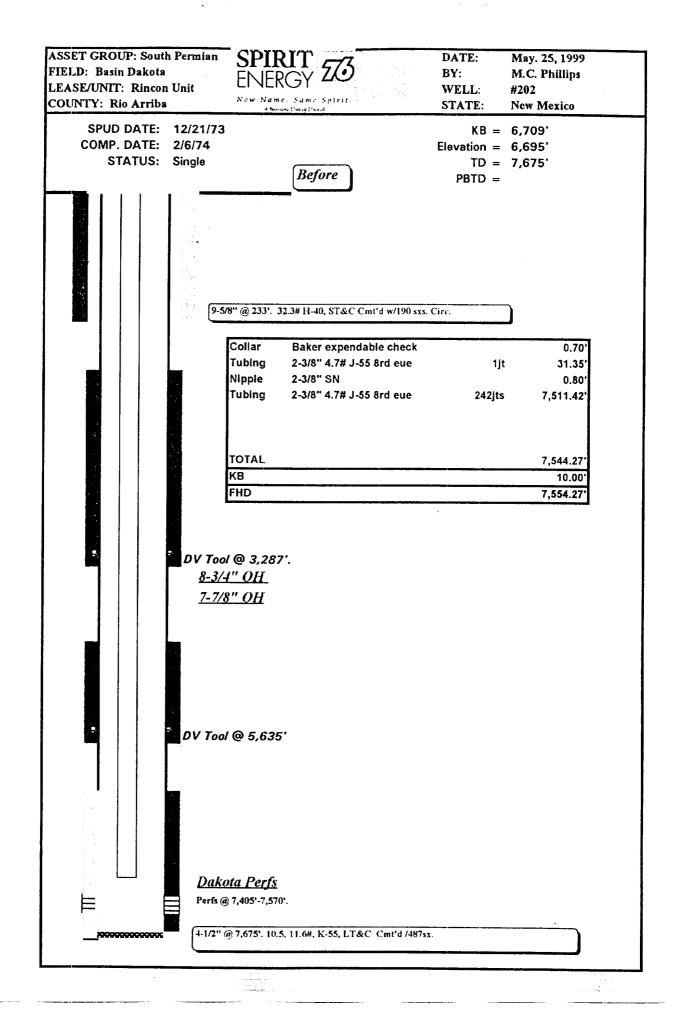
7,405' To 7,570'

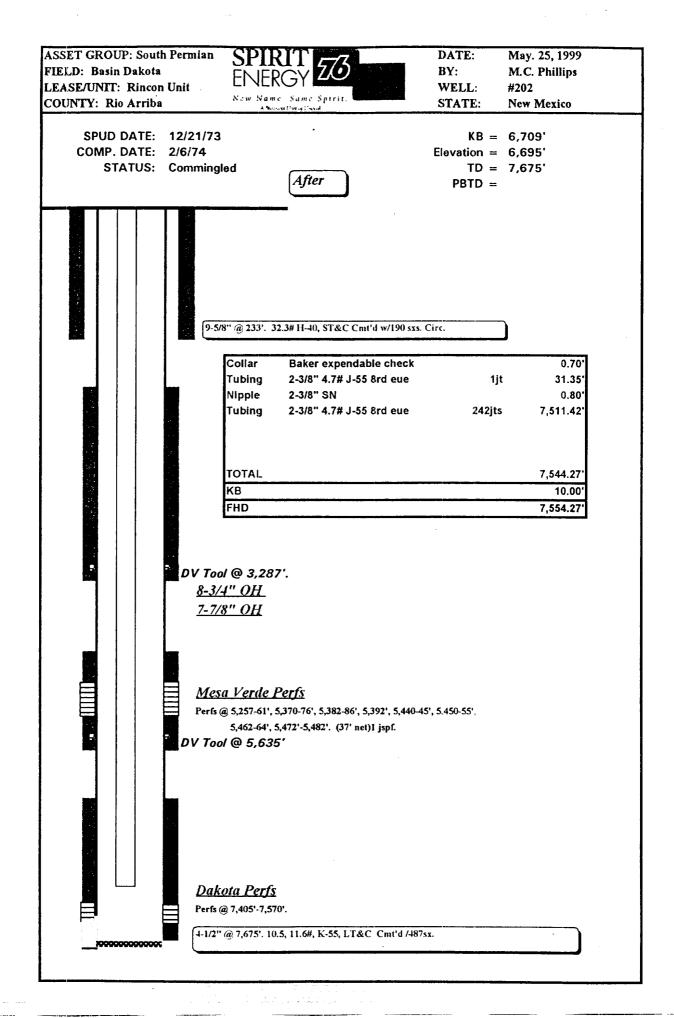
REGULATORY REQUIREMENTS

Sundry Notice, and 48hr notification prior to rig-up.

PROCEDURE FOR THE RINCON UNIT 202

- 1. Notify BLM. Inspect anchors. Set blow down pit. Install blooie line.
- 2. MIRU DD PU. Hold pre-job inspection and safety meeting.
- 3. Blow down well. Kill well with 2% KCL (minimum amount.) ND tree. NU tested BOP. Send tree to be tested at ERC. Replace bad parts with most cost effective alternative.
- 4. Lower tubing to tag for fill. POH LD 2-3/8" production tubing and inspect.
- 5. RU WL. Run 3-7/8" guage ring and basket to 5600'. Run and set retrievable bridge plug @ 5550'. Dump 10' sand on top. Test casing to 300#.
- 6. RU and perf Mesa Verde formation as follows 5,257'-61', 5,370-76', 5,382-86', 5,392', 5,440-45', 5,450-5,455', 5,462'-5,464', 5,472-5,482'. (37' net, 225' gross) 1 jspf via casing gun @ 90 degrees phasing.
- 7. PU and TIH w/4-1/2" Guiberson HDHC packer on 2-7/8" N-80 6.5# 8rd WS. SPA 5200. RU and breakdown perfs. If perfs will not breakdown, Break w/500 gals 15% HCL and additives.
- 8. RU Halliburton and SWF Frac new perforation 5,257-5,482' as per Halliburton recommendation.
- 9. Flowback well till dead. Release packer and TOH while laying down 2-7/8" WS. PU and TIH w/Bailer on 2-3/8" production tubing and clean out sand to RTBP. Clean out over release bar. TOH. TIH w/releasing tool and retrieve RTBP.
- 10. RIH and land production tubing via recommendation. ND BOP. NU Tree.
- RU and swab well in with PU or if swab unit is available, RD PU and RU swab unit and swab well in. Clean and level location. Turn over to production.







CAPITAL RECOMPLETION COST ESTIMATE

 AFE NUMBER:
 GROUP: South Permian (Rockies)

 WELL NAME:
 Rincon Unit 202

 Prim/Sec/Tert:
 S

 DATE:
 6/1/99

PREPARED BY: Mike Phillips Cap/Exp/Abnd С Acc Code 321-315 DESCRIPTION ESTIMATE COST FINAL COST SUBTOTAL COST 83001 COMPLETION/SWR LOCATION Location, Road, Cellar, Pits, etc. 755 500 TOTAL (Tang) 321-312-83001 ō TOTAL (Intang) 321-315-83001 500 500 83051 COMPLETION/SWR SERVICE UNITS Workover Rig/Service Unit days @ \$ 2000 20,000 Coiled Tubing Unit 530 days @ \$ 2000 0000 Other/Unspecified swab unit 4000 TOTAL 321-315-83051 24,000 24,500 83101 COMPLETION/SWR BITS TOTAL 24,500 321-315-83101 0 COMPLETION/SWR FLUIDS 83151 1425 Water- Fresh KCL 3000 585 Disposal Services 500 TOTAL 321-315-83151 3,500 28,000 83201 COMPLETION/SWR POWER, FUEL & WATER TOTAL, 321-315-83201 0 28,000 83251 COMPLETION/SWR EQUIPMENT 340 Retrievable Test Tools 3,500 Living Quarters 230 1,000 335 Tanks 1.000 0000 Other/Unspecified 3,000 TOTAL 321-315-83251 8,500 36,500 SPECIALIZED COMPLETION/SWR SERVICES 83301 930 Tubulars Testing & Inspection 1,000 950 Wellhead Services 750 TOTAL 321-315-83301 1,750 38,250 COMPLETION/SWR LOGGING, PERF, & WIRELINE 83351 Perforating Services 830 4,000 TOTAL 321-315-83351 4,000 42,250 COMPLETION/SWR CEMENT & CEMENTING SERV 83401 TOTAL 321-315-83401 0 42,250 83451 COMPLETION/SWR FISHING TOOLS & SERVICES TOTAL 321-315-83451 0 42,250 STIMULATION, FORMATION CONTROL, & TESTING 83501 415 **Acidizing Services** 3,500 Fracturing Services 677 55.000 TOTAL 321-315-83501 58,500 100,750 COMPLETION/SWR CONTRACT/MISC LABOR 83551 Contract Labor/Roustabout Crews 540 500 321-315-83551 TOTAL 500 101,250 83601 CASING (COMPLETION/SWR) TOTAL 321-312-83601 0 101,250 COMPLETION/SWR TRANSPORT (MATL'S & EQUIP) 83701 925 Trucking 4500 TOTAL 321-315-83701 4,500 105,750 COMPLETION/SWR TRANSPORT (PERSONNEL) 83751 TOTAL 321-315-83751 0 105,750 MISCELLANEOUS COMPLETION/SWR COST 83801 1285 Miscellaneous Supplies 250 TOTAL 321-315-83801 250 106,000 TOTAL COMP/SWR 321-315-XXXXX 106,000 106,000

UNOCAL

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Cost

6/1/1999 2:08 PM

		DESCRIPTION				ESTIMATE COST	COST SUBTOTAL	FINAL
76101	FACILITIES/EQUIPME	NT (SUREACE:					JOBIOTAL	COST
265	Production Equipment	M (SOM ACE)				11,000		1
255	Pipe, Valves, Fittings					1,500		
	TOTAL	321-312-76101				12,500	12,500	ļ
76201	FACILITIES/EQUIPME			b-1/21		12,000	12,500	
362	Tubing 2-3/8" 4,7# N		754	ft. @ \$	2.50	1,900		
	TOTAL	321-312-76201		<u>e</u> •	2.00	1,900	14,400	
76301	MAINT/CONSTR CON	TRACT SERV (SURFA)	`FI			7,000	1,,,,,,,	
540	Contract Labor/Roustab					1,500		
	TOTAL	321-315-76301				1,500	15,900	
76401	MAINT/CONSTR CON	1,000	10,500					
725	Inspection Services (Tul		W ACL	-)		2,200		
	TOTAL	321-315-76401				2,200	18,100	
	TOTAL FACILITIES	321-315-XXXXX	 :-			18,100	18,100	
75001	SALARIES & WAGES	GENERAL						
0000	Other/Unspecified				·····			
	TOTAL	321-315-75001				0	0	
	TOTAL OTHER	321-315-XXXXX				0	0	
	COMPLETION/SWR C					106,000		
	PRODUCTION FACILITY	TIES COST				18,100		
	OTHER COST					0		
	PROJECT COST					124,100		
	CAPITALIZED ENGINE	ERING				0		
	CONTINGENCIES			0%		0		
	SALVAGE							1
	TOTAL BILLABLE CO:	ST				124,100		1

APPROVED BY:	DRILLING/WORKOVER SUPERINTENDENT	DATE:	
	DRILLING/WORKOVER SUPERINTENDENT		

Conditions of Approval

Union Oil Company of Company of California Rincon Unit No. 202 800' FNL and 880' FEL Sec 27-27N-07W

- 1) Prior to commencing recompletion and commingle operations, file an amended Plan of Development for the Rincon Unit.
- 2) Production allocation attributable to the Mesaverde Formation will be based on the <u>difference</u> in the established production forecast for the Dakota formation and the commingled gas stream of both intervals.
 - Commingled production from each zone must be reported in accordance with the allocation procedure authorized above. Oil production will be allocated using the 1998 average liquid yield for the Dakota formation. The effective date of commingling will be the date commingling of production first occurs.
- Once commingled production stabilizes, file your proposed fixed allocation factors for our review and consideration.
- Within 30 days of commingling the production in this well bore, file a Sundry Notice (form 3160-5) subsequent report of all operations conducted. Also, file Well Completion Report (form 3160-4) after completion operations in the Blanco Mesaverde Formation.