District - (505) 393-6161 P. O. Box 1980 Hobbs, NM 88241-1980 District II - (505) 748-1283 811 S. First Artesia, NM 88210 District III - (505) 334-6178 1000 Rio Brazos Road Aztec, NM 87410 District IV

Operator:

Address:

New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division

2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131 Form C-140 Originated 11/1/95

> Submit Original Plus 2 Copies to appropriate District Office

037581

OGRID #:

APPLICATION FOR QUALIFICATION OF WELL WORKOVER PROJECT AND CERTIFICATION OF APPROVAL

THREE COPIES OF THIS APPLICATION AND ALL ATTACHMENTS MUST BE FILEDWITHTHE APPROPRIATE DISTRICT OFFICE OF THE OIL CONSERVATION DIVISION.

Farmington, N.M. 87402

THOMPSON ENGR. & PROD. CORP.

7415 E. Main

	Contact Party: Paul C. Thompson Phone: 505 327-4892
11.	Name of Well: State #1 Location of Well: Unit Letter A , 790 Feet from the North line and 790 feet from the East line, Section 2 , Township 260 , Range 13W , NMPM, San Juan County
III.	Date Workover Procedures Commenced: 9/4/96 Date Workover Procedures were Completed: 9/20/96
IV.	Attach a description of the Workover Procedures undertaken to increase the projection from the Well.
V.	Attach an estimate of the production ate of the Well (a production decline curve or other acceptable method, and table showing monthly oil and/or gas Project Production) based on at least twelve (12) months of established production which shows the future rate of production based on well performance prior to performing Workover.
VI.	Pool(s) on which Production Projection is based:
	WAW Fruitland Sand Pictured Cliffs DECEIVED
VII.	AFFIDAVIT: N JUL - 9 1997
	State of New Mexico) ss. O[[] CO[N] D[V] County of San Juan) DIST 3
Pau	al C. Thompson, being first duly sworn, upon oath states:
	I am the Operator or authorized representative of the Operator of the above referenced Well.
	 I have made, or caused to be made, a diligent search of the production records which are reasonably available and contain information relevant to the production history of this Well.
	3. To the best of my knowledge, the data used to prepare the Production Projection for this Well is complete and accurate and this projection was prepared using sound petroleum engineering principles. Paul C. Thompson Paul C. Thompson
	President (Title)

	SUBS	SCRIBED AND SWORN TO before me this 10 day of February, 19 97 Notary Public					
	Му С	ommission expires: July 31, 1997					
	FOR C	DIL CONSERVATION DIVISION USE ONLY:					
	VIII.	CERTIFICATION OF APPROVAL:					
# * * * * * * * * * * * * * * * * * * *		This Application for Qualification of Well Workover Project is hereby approved and the above referenced Well is designated as a Well Workover Project pursuant to the "Natural Gas and Crude Oil Production Incentive Act" (Laws 1995, Chapter 15, Sections 1 through 8). The Oil Conservation Division hereby verifies the Production Projection for the Well Workover Project attached to this application. By copy of this Application and Certification of Approval, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval and certifies that this Well Workover Project has been completed as of					
		<u></u>					
		District Supervisor, District 3 Oil Conservation Division					
		Date: 8/8/9					
	IX.	DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT.					
		DATE					

Application for Well Workover Project

Thompson Engineering and Production State #1

Year	Month	Projected Rate Without WO MCF/Mo.	Year	Month	Projected Rate Without WO MCF/Mo.	Year	Month	Projected Rate Without WO MCF/Mo.
1996	September	238.0	2000	January	200.2	2004	January	162.7
	October	237.0		February	199.3		February	162.0
	November	236.0		March	198.5		March	161.3
	December	234.9		April	197.6		April	160.6
1997	January	233.9		May	196.8		May	159.9
	February	232.9		June	195.9		June	159.2
	March	231.9		July	195.1		July	158.5
	April	230.9		August	194.2		August	157.8
	May	229.9		September	193.4		September	157.1
	June	228.9		October	192.5		October	156.5
	July	227.9		November	191.7		November	155.8
	August	226.9	0004	December	190.9		December	155.1
	September	226.0	2001	January	190.1	2005	January	154.4
	October	225.0		February	189.2		February	153.8
	November	224.0		March	188.4		March	153.1
4000	December	223.0		April	187.6		April	152.4
1998	January	222.1		May	186.8		May	151.8
	February	221.1		June	186.0		June	151.1
	March	220.2		July	185.2		July	150.5
	April	219.2		August	184.4		August	149.8
	May	218.3		September	183.6		September	149.2
	June	217.3		October	182.8		October	148.5
	July	216.4		November	182.0		November	147.9
	August	215.5		December	181.2		December	147.3
	September	214.5	2002	January	180.5	2006	January	146.6
	October	213.6		February	179.7		February	146.0
	November	212.7		March	178.9		March	145.4
	December	211.8		April	178.1		April	144.7
1999	January	210.9		May	177.4		May	144.1
	February	209.9		June	176.6		June	143.5
	March	209.0		July	175.8		July	142.9
	April	208.1		August	175.1		August	142.3
	May	207.2		September	174.3			
	June	206.3		October	173.6			
	July	205.5		November	172.8			
	August	204.6		December	172.1			
	September	203.7	2003	January	171.3			
	October	202.8		February	170.6			
	November	201.9		March	169.9			
	December	201.1		April	169.1			
				May	168.4			
				June	167.7			
				July	166.9			
				August	166.2			
				September	165.5			
				October	164.8			
				November	164.1			
				December	163.4			

IV. Workover Operations:

Well is a 2 7/8" slimhole completion that was never fractured. The well also did not have any tubing.

A casing leak was discovered in the 2 7/8" casing at 322-328'. The holes were squeezed with 152 sx of Cl "B" cement with 2% $\rm CaCl_2$ and 1/4 cello-flake/sk. After drilling cement, the holes were pressure tested to 1700#.

Covered the lower set (1226 - 1231') of existing perfs with sand. Reperforated the upper set (1212 - 1218') of perfs at 2 SPF. Fraced the Pictured Cliffs with 45,000# of 20/40 sand in a 70% nitrogen foam.

After clean out, 1 1/2" I J tubing was run. A 1 1/2" tubing pump was run on 5/8" rods and the well was returned to production.

GAS WEI	L HISTO	DATA, INC. DRY NORTHWEST	Fil	e: STATE1	DATA	A CURREI	NT THRU	: 11/24/96 : 06/96 2A00FP)
OPE	ERATOR ((#182142)			WELL N			WELL #
THOMPSO	ON ENGR	& PROD CO	STAT	E				1
LOCA	ATION	STATE	DIST	COUNT	Y (#04!	5)		EASE #
2A 26N	13W	NM	004	SAN JUAN				3630
A	 PI #	F]	ELD (#8	ELD (#8080636) RESERVO				
30-045-	-2257500	WAW (FRUIT	LAND PI	CTURED CL				
TOTAL DEPTH	UPPER PERF	LOWER PERF	GATH	LIQ GATH	GAS GRAV	LIQ GRAV	TEMP GRAD	N-FACTOR
			ELNAT				1.380	
COMP DATE		1ST PROD DATE		LAST PROD		STA' DA'	rus	STATUS
		7803		9606	•		-	ACT
	HRU LPD MCF		CE DATE					
	210908	FPI	DAT					

DWIGHTS ENERGYDATA, INC. File: STATE1.DMP RUN DATE: 11/24/96 THOMPSON ENGR & PROD CO DATA CURRENT THRU: 06/96 THOMPSON ENGR & PROD CO STATE

(#251,045,26N13W02A00FP)

*** GAS TEST INFORMATION ***

TEST DATE	CUM TO TEST	WHSIP	ВНР	BHP/Z	T -	POTENTIAL	WH FLOW	BBLS/DAY WATER	BBLS/DAY COND
780414 791122 810505 830706	8085 103970 137003 159750	235 164 133 114			2 2 2 2	262 60 74 25	99 51 41 54		

DWIGHTS ENERGYDATA, INC. File: STATE1.DMP RUN DATE: 11/24/96 THOMPSON ENGR & PROD CO DATA CURRENT THRU: 06/96 THOMPSON ENGR & PROD CO STATE

(#251,045,26N13W02A00FP)

*** ANNUAL PRODUCTION HISTORY ***

YEAR	GAS/MCF	COND/BBLS	WATER/BBLS
			0
1978	49238	0	0
1979	58197	0	
1980	23122	0	0
1981	16175	0	0
1982	10062	0	0
1983	5110	0	0
1984	6551	0	0
1985	6411	0	0
1986	2733	0	0
1987	1895	. 0	0
1988	3537	0	0
1989	4496	0	0
1990	3476	0	0
1991	3304	0	0
1992	3842	0	0
1993	4014	0	0
1994	3951	0	0
1995	3368	0	0
1996	1426	0	0

DWIGHTS ENERGYDATA, INC. File: STATE1.DMP RUN DATE: 11/24/96 THOMPSON ENGR & PROD CO DATA CURRENT THRU: 06/96 STATE

(#251,045,26N13W02A00FP)

*** MONTHLY PRODUCTION HISTORY ***

MONTH	GAS MCF	CUM GAS MCF	COND BBLS	CUM COND BBLS	WATER BBLS	DAYS
JAN	319	198468 198777	0 0	0	0 0	31 28
FEB MAR	309 335	199112	0	0	0	31
MAR APR	323	199435	Ö	0	0	30
MAY	339	199774	Ō	0	0	31
JUN	338	200112	0	0	0	30
JUL	367	200479	0	0	0	31
AUG	322	200801	0	0	0	30
SEP	300	201101	0	0	0	30
OCT	328	201429	0	0	0	31
NOV	345	201774	0	0	0	30
DEC	389	202163	0	0	0	31
1993	4014	202163	0	0	0	
JAN	411	202574	0	0	0	31
FEB	316	202890	0	0	0	28
MAR	322	203212	0	0	0	31
APR	291	203503	0	0	0	30
MAY	313	203816	0	0	0	31 30
JUN	323	204139	0	0	0	31
JUL	335	204474	0	0	0	31
AUG	319	204793	0	0	0	30
SEP	296	205089	0 0	0	0	31
OCT	367	205456 205799	0	0	Ö	30
NOV	343 315	206114	0	0	0	31
DEC 1994	3951	206114	0	0	0	
1994			_		0	31
JAN	367	206481	0	0	0	28
FEB	299	206780	0	0	0	31
MAR	275	207055	0	0	0	29
APR	285	207340 207625	0	0	0	29
MAY	285	207912	0	0	0	30
JUN JUL	287 285	208197	0	0	0	29
AUG	297	208494	0	0	0	28
SEP	243	208737	0	0	0	27
OCT	209	208946	0	0	0	21
NOV	261	209207	0	0	0	29
DEC	275	209482	0	0	0	31
1995	3368	209482	0	. 0	0	
JAN	265	209747	0	0	0	30
FEB	255	210002	0	0	0	26 28
MAR	260	210262	0	0	0	28 24
APR	205	210467	0	0	0	24
MAY	183	210650	0	0	0	21
JUN	258	210908	0	0	0	2.1
1996	1426	210908	U	U	O	

DWIGHTS ENERGYDATA, INC.

File: STATE1.DMP

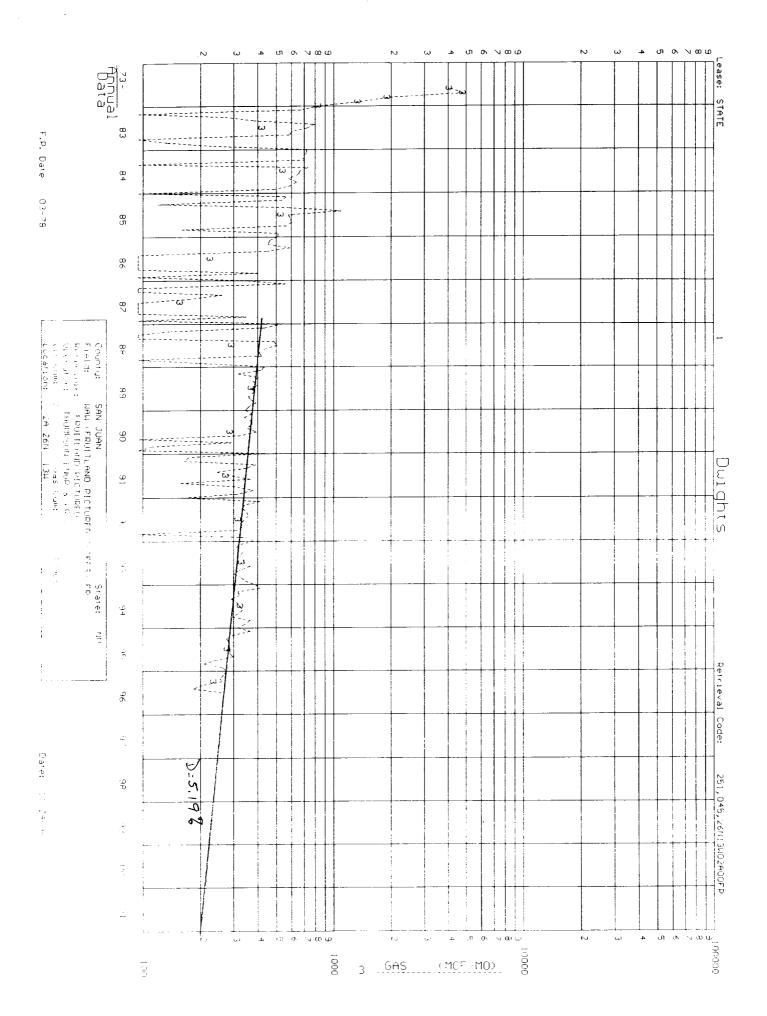
RUN DATE: 11/24/96
DATA CURRENT THRU: 06/96 (#251,045,26N13W02A00FP)

Lease: STATE

Field: WAW (FRUITLAND PICTURED CLIFFS) FP

Well #: 1 Reservoir: FRUITLAND PICTURED C

Ope	rator:	THOMPSON E	ENGR & PROD	CO		cum: 2109	08	
-				PRESSU	JRE	250	300	350
	(0 50	100	150) 200 			350
	0.00	 Z 				0		
	0.05							
	0.10	Z			0			
	0.15	 Z Z 		0				
C U M	0.20							
B C F	0.25							
	0.30							
	0.35							
	0.40					 . WHSIP	 = 0 .	
	0.45					BHP/Z	= Z.	
	0.50							



Well Name: State #1
Field Name: WAW FT Sand PC

25-Nov-96

-DECLINE-Calculates Exponential Decline parameters

Qi (/mo) Qt (/mo) Loss Ratio	INPUT 400.00 200.00 0.0000	CALCULATED 400.00 200.00 .9481	13.16 /day 6.58 /day 5.19% decline
T (mo)	156.00	156.00	13.00 yrs
Volume	0	45,012	