Form 3160+5 (August, 1999)

UNITEL STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-013

Expires: November 30, 2000

5 Lease Serial No.

NMSF-079116

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter a abandoned well. Use Form 3160-3 (APD) for arch pro

SUBMIT IN TRIPLICATE - Other Instruction

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

| 1. Type of Well | | F OIL CO! | y ony | | |
|--|----------------------|-----------------------------------|--|---|----------------|
| Oil Well X Gas Well | Other | OIL CO! | 3 3 | 8. Well Name a | and No. |
| 2. Name of Operator | | V2 | | Hancock 1 | |
| LOUIS DREYFUS NATURAL GAS CORP. | | REEST. | 22 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 | 9. API Well No | |
| 3a. Address Suite 600 | | 3b. Phone No. (include area code) | | 30-045-06668 | |
| 14000 QUAIL SPGS PKWY, OKLA CITY, OK 73134 | | 405-749-1300 | | 10. Field and Pool, or Exploratory Area | |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | | | |] | |
| | | | | Upper Pi | ictured Cliffs |
| | | | | 11. County or F | Parish, State |
| 1980' FSL & 660' FEL, Sec. 12-27N-12W | | | | | |
| | | | | San J | uan, NM |
| 12. CHECK APPROPRIATE | BOX(ES) TO INDICA | TE NATURE OF 1 | NOTICE, REPO | ORT OR OTH | HER DATA |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | |
| X Notice of Intent | Acidize | Deepen | Production (S | itart/Resume) | Water Shut-Off |
| | X Altering Casing | Fracture Treat | Reclamation | | Well Integrity |
| Subsequent Report | Casing Repair | New Construction | X Recomplete | | Cther |
| — | Change Plans | Plug and Abandon | Temporarily A | Abandon | _ |
| □ • 1.41 1 | | · · | } | | |
| Final Abandonment Notice | Convert to Injection | Plug Back | Water Dispos | idi | |

- Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval. a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)
 - 1. Clean out to ± 1900' (Pictured Cliffs). RIH with production liner to new PBTD. Cement to surface.
 - 2. Perf PC perfs, acidize and frac treat, flowback.
 - 3. RIH with production tubing, 1 1/4" BHP, rods. Install pumping unit, turn well to sales.

Note: See attached detailed prodedures and wellbore schematic.

THIS APPROVAL EXPIRES JUL 0 1 2001

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|-----------|---|--|--|
| Title | Title Regulatory Technician | | |
| Date | November 29, 2000 | | |
| TE OFFICE | USE: The second of the second | | |
| Title | Date 12/6/00 | | |
| Office | | | |
| | Date TE OFFICE. Title | | |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, 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.

Louis Dreyfus Natural Gas Corporation

Hancock #1 - Upper Pictured Cliffs Recompletion Procedure

Property Number 402221.001 API # 30-045-06668 Section 12, T27N, R12W W. Kutz Field San Juan County, New Mexico

Wellbore Data:

Spud Date:

4-10-50

TD Date:

5-18-50

Surface Casing:

13" 50# set @ 103 ft

Production Casing:

8-5/8" 24&32# set @ 1,773 ft

Tubing:

29 Jts 1", 53 Jts 1 1/4" (Jan '75)

PBTD:

1.900 feet

Current Perforations: Pictured Cliffs 1773-1900 OPEN HOLE

Current Well Status: Shut in

Recompletion Procedure:

- MIRU WOU, reverse circulating equipment. Load hole w/2% KCl water. ND 1. WH & NU BOP's.
- 2 TOH w/ 1" & 1 1/4" tubing & LD. Mix up mud with LCM. PU 2 3/8" tubing string, 6 1/4" bit & DC's, RIH w/ tubing & BHA. Clean out to TD (1900') if possible.
- Run fluid caliper to determine cement volume. POOH and LD drilling 3 assembly.
- PU & RIH w/ 4 1/2" 10.5# J-55 casing string (± 1900 ft) and 15-20 ft. shoe 4. joint, Land casing as close to bottom as possible (will have limited rat hole). RU BJ. Pump 20 bbl of Mud Clean and cement 4 1/2" casing string w/ 200 sacks 35:65 Poz:Class H + 6% Gel + 0.4% BA-10A + 0.2% CD-32 + 3% CaCl2 + 10 #/sx CSE + 1/4#/sx CelloFlake (12.3 ppg - 2.16 cuft/sx) followed by 100 sacks Class H + 2% CaCl2 + $\frac{1}{4}$ /sx CelloFlake (15.6 ppg -1.18 cuft/sx).
- RD BJ. WOC +/- 8 hours and run temperature survey on slick line for cement 5. top if cement did not circulate.

08/12/99 Hancock 1.doc

| Hanc | ock #1 #1 - Pictured Cliffs Recompletion Procedure - Continued |
|------|---|
| 6. | ND BOP's, cut off casing and weld on bell nipple. NU BOP. |
| 7. | Load & test casing . RU WL. RIH w/ CBL & compensated neutron/GR logs. |

- 7. Load & test casing . RU WL. RIH w/ CBL & compensated neutron/GR logs. RIH w/casing gun to perforate Pictured Cliffs at _____ ft, __ spf, __ ft, __ holes . Actual perfs will be based on new logs. RD WL.
- 8. RU BJ. Acidize/balloff PC perfs via 4 1/2 " casing w/ 1,000 gallons 15% HCI acid and ballsealers. Estimated rate at 6-8 BPM at ± 1,000 psi. Flush with 2% KCI water. Surge balls off perfs and wait for balls to fall below perfs. Frac PC via 4 1/2" casing at 60 BPM and ± 2,500 psi surface treating pressure. Pump ± 50,000 gallons 70 Quality N2 foam (20# XL base) and ± 85,000 # 20/40 Arizona Sand and 15,000 # 20/40 Arizona Sand & FlexSand. RD BJ.
- 9. Shut in well for 4 hours and then start flow back procedures to recover load.
- 10. RIH w/ 2-3/8" tubing, RU BJ & CO to TD w/ N2. POOH w/ tubing.
- 11. PU TA & RIH w/ 2-3/8" production tubing. ND BOP & NU WH. PU & RIH w/ 3/4" rod string & 1 1/4 " BHP. RDMO WOU. Install pumping unit. Hang well on.
- 12. Install rental wellhead compressor. Turn well to sales.

CDH 8/12/99