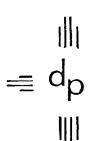
Form 9-331

Form Approved.
Budget Bureau No. 42-R1424

| UNITED STATES  |   |
|--|---|
|  | 5. LEASE<br>NM 013365   |
| DEPARTMENT OF THE INTERIOR  GEOLOGICAL SURVEY  | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME  |
| SUNDRY NOTICES AND REPORTS ON WELLS  | 7. UNIT AGREEMENT NAME  |
| Do not use this form for proposals to drill or to deepen or plug back to a different esservoir. Use Form 9–331–C for such proposals.)  | 8. FARM OR LEASE NAME<br>Aloha  |
| 1. oil gas well other  2. NAME OF OPERATOR   | 9. WELL NO.<br>#1   |
| Flag-Redfern Oil Company  3. ADDRESS OF OPERATOR P 0 Box 208, Farmington, NM 87401  4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.) AT SURFACE: 1710' FSL - 790' FWL AT TOP PROD. INTERVAL: AT TOTAL DEPTH:  16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA  REQUEST FOR APPROVAL TO: SUBSEQUENT REPORT OF: TEST WATER SHUT-OFF  FRACTURE TREAT SHOOT OR ACIDIZE   | 10. FIELD OR WILDCAT NAME Fulcher-Kutz Pictured C. Pinon Fruitland  11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Sec 16 T28N R11W  12. COUNTY OR PARISH 13. STATE San Juan NM  14. API NO.  15. ELEVATIONS (SHOW DF, KDB, AND WD) 5641 G.L.  (NOTE: Report results of multiple completion or zone |
| PULL OR ALTER CASING   |   |
| 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly starting including estimated date of starting any proposed work. If well is a measured and true vertical depths for all markers and zones pertine   | te all pertinent details, and give pertinent dates, directionally drilled, give subsurface locations and nt to this work.)*   |
| 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly states)   | nt to this work.)*  |
| 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly statincluding estimated date of starting any proposed work. If well is a measured and true vertical depths for all markers and zones pertine. See attached sheets, 11-25-80 thru 12-1-80  | for completion.   |
| 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly statincluding estimated date of starting any proposed work. If well is a measured and true vertical depths for all markers and zones pertine.  See attached sheets, 11-25-80 thru 12-1-80.  Subsurface Safety Valve: Manu. and Type   | for completion.  Set @Ft.   |
| 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly stating any proposed work. If well is comeasured and true vertical depths for all markers and zones pertine)  See attached sheets, 11-25-80 thru 12-1-80  Subsurface Safety Valve: Manu. and Type  18. I hereby certify that the foregoing is true and correct signed Title Agent   | for completion.  Set @ Ft.  |
| 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly statincluding estimated date of starting any proposed work. If well is a measured and true vertical depths for all markers and zones pertine.  See attached sheets, 11-25-80 thru 12-1-80.  Subsurface Safety Valve: Manu. and Type  18. I hereby certify that the foregoing is true and correct SIGNED Thomas A. Dugay.  (This space for Federal or State of the starting and proposed work. If well is a measured work work work work work work work work | for completion.  Set @ Ft.  |





## dugan production corp.

FLAG-REDFERN OIL CO. Aloha #1 1710' FSL - 790' FWL Sec 16 T28N R11W San Juan County, NM

## MORNING REPORT

- MIRU Morrow Drlg. Co. Rig. Spudded 8-3/4" hole @ 10:30 a.m., 11-6-80. Drilled to 127'. Ran 3 jts 7" 0.D., 23#, 8 Rd., ST&C "B" cond. csg. T.E. 123.76' set @ 125' G.L. cemented w/ 60 sx class "B". P.O.B. @ 2:00 p.m., 11-6-80. Good cement to surface. W.O.C.
- 11-8-80 Drlg. 5" hole @ 780'.
- 11-9-80 Drlg. 5" hole @ 1180'. Well kicked @ 960'). Mixed gel & starch well is now completely under control. No mud properties available.
- 11-10-80 T.D. 1690'. Laying down drill pipe, prep to run 2-7/8" csg.
- li-li-80 Laid down drill pipe. Ran 60 jts. 2-7/8" 0.D. 6.4# CW55-10RD NEUE tbg for csg. T.E. 1692.51' set @ 1692' G.L. Had good circulation throughout job. Cemented w/ 75 sx extended slurry followed by 75 sx class "B" neat. Bumped plug w/ 1200 psi. Held OK. Shut in w/ 750 psi. Circulated trace of cement. P.O.B. 11:10 a.m. 11-10-80.
- Rigged up Southwest Surveys. Ran GR/Neutron/CLL from PBTD 1657' to 850'. Rigged up FWS swabbing unit. Swabbed well down to 1100'. Perf zone 1597'-1603', 6', 1 SPF, .43" diam. hole, 6 holes w/ 2-1/8" bi-wire glass jet gun. Perf 1311'-1326', 15', 1 SPF, .43" diam hole, 15 holes w/ 2-1/8' bi-wire glass jet gun. Well unloading while pulling gun out of the hole.

FLAG-REDFERN OIL CO. Aloha #1 Page 2

Rig up FWS to run tubing. Ran Baker model D packer on 43 jts of 1½", 10R, EUE, new tubing. T.E. 1366.92 set @ 1365' GL. Set packer in tension. Well making gas on annulus. Shut in annulus. Annulus built up to 400 psi in 10 min. Tubing making slight amount of gas.

Rigged up Cementers Inc. acid truck and 3 Rivers water hauling. Pumped 150 gals 15% HCL w/ inhibitor down casing and displaced w/ 3.8 bbls of water. Breakdown pressure 1550 psi. 950 psi pressure while pumping @ 3/4 BPM. ISDP 450 psi. 0 psi in 7 mins. after shut-in. No indication of communication on annulus noted. Pumped 150 gal of 15% HCL w/ inhibitor down annulus and displaced w/ 4.1 bbls of water. Breakdown pressure 1100 psi, 750 psi prssure while pumping @ 1 BPM ISDP 550. 200 psi in 5 mins after shut in. No indication of communications w/ tubing noted. Well flowing while pulling packer. Well left open for 4 hrs. Shut in.

Rigged up the Western Co. and foam fraced the P.C. & Fruitland 12-1-80 formations (1597-1603 & 1311-1326) w/ 70% quality foam. Pressure tested lines to 4800 psi. Placed 4000 gal pad of 70% quality foam ahead of 5000 gals of 70% quality foam w/ 1 ppg of 10-20 sand, followed by 7500 gals of 70% quality foam w/2 ppg of 10-20 sand. Placed 2000 gal of 70% quality foam pad and dropped 10 balls (7/8" diam, 1.3 sg) followed by 7500 gals of 70% quality foam w/ 2 ppg of 10-20 sand. Displaced w/ 340 gals of 70% quality foam. ISDP 1000 psi; 15 min shut-in 900 psi. Maximum pressure 1700 psi, minimum pressure 1400. Average pressure 1650 psi. No ball action noted. IR 15 BPM. Materials used. 194,040 SCFN<sub>2</sub>, 35,000# 10-20 sand, 175 bbls of water, 41 gals adafoam, 182 HHP, 10 balls (7/8" diam., 1.3 sg). Well opened to atmosphere thru 5/8" choke 2 hrs after treating.