Hobbs, NM 88241-1980 Distret [] - (505) 748-1283 811 S. First Artesia, NM 88210 District [[] - (505) 334-6178 1000 Rio Brazos Road Aztec, NM 87410 District IV - (505) \$27-7131

INCM INTEXICO Energy Minerals and Natural Resources Department Oil Conservation Division

2040 South Pacheco Street Santa Fe, New Mexico 87505

(505) \$27-7131

Revised 06/99 SUBMIT ORIGINAL PLUS 2 COPIES

Form C-140

TO APPROPRIATE DISTRICT OFFICE

APPLICATION FOR WELL WORKOVER PROJECT

| 1.   |   | ator and We       | ell         |  |                                      |                     | _  |                             |
|--|---|-------------------|-------------|--|--------------------------------------|---------------------|--|-----------------------------|
| Operat   | or name &   | address           |             |  | 0116                                 | 個問題                 | OGRID  | Number                      |
|  |   | Petroelu          | n Comap     | ny   | UEIIci                               | 5 医山山田川             | and the same of th |                             |
| 552  | 25 Hwy.   | 64                | 7401        |  | h 1                                  | . o 1000 -          | 9  |                             |
| Contac   | t Party   | n. NM 8           | /4UI        |  |                                      | - 2 1000            | 01765<br>- Phone   | 54                          |
| Pat  | sv Clu  | aston             |             |  |                                      | DA MAS              | 71   | 599-3454                    |
| Propert  | ty Name   |                   |             |  | ONIL O                               | GUL Well Num        | ber API Num  |                             |
| San<br>UL  |   | <u> 29-6 Unit</u> |             |  |                                      | DIST B 8A           | 30-0   | 039-21123                   |
| l OC   | Section   | Township 29N      | Range<br>6W | Feet From The<br>1460                            | North/South Line                     | Feet From The       | East/West Line   | County                      |
| 11.  | Work  |                   | I OW        | 1460   | <u>North</u>                         | 1590                | West   | Rio Arriba                  |
|  |   | commenced:        | Previous    | Producing Pool(s) (                              | Prior to Workover):                  |                     | <u> </u>   |                             |
|  | 7/98  |                   | }           | , con(c) (                                       |                                      |                     |  |                             |
| Date W   | orkover C   | ompleted:         | l           |  |                                      |                     |  |                             |
| L_7/2  | 3/98  |                   |             | o Mesaverde                                      |                                      |                     |  |                             |
| III.'  | Attach  | a descripti       | on of the   | Workover Proc                                    | edures performe                      | d to increase pr    | oduction.  |                             |
| 14.  | least t   | hree month        | on decim    | e curve or table                                 | snowing at least<br>the workover ref | twerve months       | of production pr   | ior to the workover and at  |
| V.   | AFFID   | AVIT:             | 3 or proc   | ideach lonowing                                  | ule workover rei                     | lecuring a positive | e production inc   | rease.                      |
|  | State   | of Now M          | lexico      | )  |                                      |                     |  |                             |
| ļ  |   |                   | -           | ) ss.  |                                      |                     |  |                             |
|  | Count   | y of <u>San</u>   | Juan        | )  |                                      |                     |  |                             |
| 1  |   | tsy Clugs         | ston        | being first duly s                               | worn, upon oath                      | states:             |  |                             |
|  | 1.  | I am the          | Operator    | , or authorized re                               | epresentative of                     | the Operator, of    | the above-refe   | renced Well.                |
|  | 2.  | i nave ma         | ade, or ca  | aused to be mad                                  | le, a diligent sea                   | rch of the produc   | ction records re   | asonably available for this |
| Well.  3. To the best of my knowledge, this application and the data used to prepare the production curve and/or table.                                  |   |                   |             |  |                                      |                     |  |                             |
| 3. To the best of my knowledge, this application and the data used to prepare the production curve and/or table for this Well are complete and accurate. |   |                   |             |  |                                      |                     |  |                             |
| ļ  |   |                   |             | ompiete and acc                                  | urate.                               |                     |  |                             |
| Signat   | ture7   | also              | _ Cli       | usitm  | Title Perulat                        | ory Assistan        | s+ Dat   | e 7/1/99                    |
| SUBS   | CRIBED  | AND SWO           | RN TO       | perore me this                                   | lst_day of                           | Dily Assistat       | 999  |                             |
| j  |   | •                 |             |  | / _                                  | , (                 | 2 1  | ,                           |
| Ì  |   |                   |             |  | 71                                   | any                 | Dea  | ur                          |
| Notary Public Notary Public  |   |                   |             |  |                                      |                     |  |                             |
| My Commission expires: 10-8-2001 Notary Public   |   |                   |             |  |                                      |                     |  |                             |
|  |   |                   |             |  |                                      |                     |  |                             |
| FOR O  |   |                   |             | USE ONLY:  |                                      |                     |  |                             |
| VI.  |   |                   |             |  |                                      |                     |  |                             |
| This Application is hereby approved and the above-referenced well is designated a Well Workover Project and the  |   |                   |             |  |                                      |                     |  |                             |
|  | Division hereby venties the data shows a positive production increase. By copy hereof, the Division notifies the    |                   |             |  |                                      |                     |  |                             |
|  | Secretary of the Taxation and Revenue Department of this Approval and certifies that this Well Workover Project was |                   |             |  |                                      |                     |  |                             |
|  | comple  | etea on           | 4           | 2. <u>38                                    </u> |                                      |                     |  |                             |
| Signatur   | e District S  | upervisor         | ~           | <u> </u>   | OCD Distric                          |                     | I Data   |                             |
|  |   |                   |             |  | OCO DISTRIC                          | 7                   | Date   |                             |
|  |   |                   |             |  |                                      | <b>S</b>            | 1 214/   | >3                          |
|  |   |                   |             |  |                                      |                     |  |                             |
| VII. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT:   |   |                   |             |  |                                      |                     |  |                             |

| (June 1990) DEPARTME  | ITED STATES<br>NT OF THE INTERIOR<br>LAND MANAGEMENT   | FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993  5. Lease Designation and Serial No.  |
|---|--|---|
| SUNDRY NOTICES A  Do not use this form for proposals to dril  Use "APPLICATION FOR  | NM-012698 6. If Indian, Allottee or Tribe Name   |   |
| SUBMI   | 7. If Unit or CA, Agreement Designation  |   |
| 1. Type of Well  Oil  Wall  Address and Telephone No.  5525 Highway 64, NBU 3004, Farming  4. Location of Well (Footage, Sec., T., R., M., or Survey D  Unit F. 1460' FNL 7 1590' FWL  Section 1, T29N, R6W |  | San Juan 29-6 Unit 8. Well Name and No.  S.J. 29-6 Unit #8A  9. API Well No. 30-039-21123  10. Field and Pool, or exploratory Area  Blanco Mesaverde  11. County or Parish, State |
| 12. CHECK APPROPRIATE BOX(s   | s) TO INDICATE NATURE OF NOTICE, REPORT,   | IRio Arriba, NM OR OTHER DATA   |
| TYPE OF SUBMISSION  | TYPE OF ACTION   | OH OH OH  |
| give subsurface locations and measured and true vert  | Abandonment Recompletion Plugging Back Casing Repair Altering Casing X Other Add pay & stimulate  I pertinent details, and give pertinent dates, including estimated date of startinical depths for all markers and zones pertinent to this work.)*  to add pay and stimulate the Lewis Shale in |   |
|   |  | 00 1744 CO (C) 114 CM   |
| 14. I hereby certiff that the foregoing is proof and correct / Signed Alsey Magnitude   | Title Regulatory Assistant   | 7/28/98   |
| (This space for Federal Vr State office use)  |  | WELLIER LAW VERANT  |

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any deper representations as to any matter within its jurisdiction.

AUG 1 9 1998

## San Juan 29-6 Unit #8A NM-012698; Unit F, 1460' FNL & 1590' FWL Section 1, T29N, R6W; Rio Arriba County, NM

## Procedure used to perf & stimulate the Lewis Shale interval in the existing Mesaverde formation.

7/17/98

MIRU Big A #40. Killed well. ND WH & NU BOPs. Cleaned out fill from 5988' to 6018' (PBTD). COOH w/2-3/8" tubing. RIH w/bit & scraper and tag at 5988'. RIH w/4 ½" CIBP & set @5300'. Load hole and pressure test CIBP, casing & rams to 500 psi – 30 min. Held OK. RIH to log well. TOC 2600'. RIH & perf'd Lewis Shale interval @ 1 spf (.38" holes) 120 degree phased holes as follows: (Huerfanito Bentonite not present, equivalent stratigraphic depth is 3945').

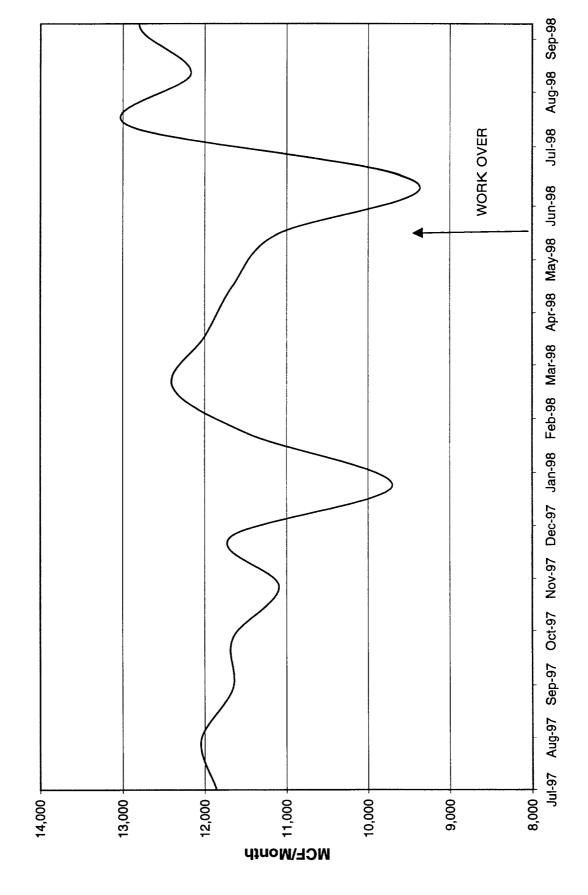
5005'; 5003', 5002', 4934'; 4932'; 4931'; 4863'; 4861'; 4860'; 4833'; 4831'; 4830'; 4790'; 4788'; 4787' 4753'; 4751'; 4750'; 4685'; 4683'; 4682'; 4673'; 4670'; 4627'; 4625'; 4624'; 4613'; 4611'; 4610'; 4599'; 4597'; 4596'; 4375'; 4373'; 4372'; 36 Holes Total

GIH w/4 ½" packer & set @ 4183'. PT casing annulus & packer to 500 psi - OK. RU to Acidize Lewis Shale interval. Pumped 1000 gal of 15% HCL acid & ballsealers. Knocked balls off & COOH w/packer.

RIH & set 4 ½" packer @ 3725'. PT casing annulus to 500 psi -OK. RU to frac Lewis Shale. Pumped 74,000 gal of 60 Quality N2 30# X-link Borate foam with 201,330 # 20/40 Brady sand. Total N2 - 849,000 scf, total fluid to recover 703 bbls. ATP 2800 psi and ATR 45 bpm. ISIP 600 psi. Flowed back on 2 (½") chokes for approximately 36 hrs.

Released packer and COOH. RIH & cleaned out to CIBP @ 5186'. Chased CIBP to 6018' (PBTD). RIH w/2-3/8" 4.7# tubing and cleaned out to PBTD.' Land tubing @ 5874' with "F" nipple @ 5842'. ND BOPs & NU WH. Pumped off exp. check. RD & released rig 7/23/98. Turned well over to production department.

29-6 #8a Workover Production Increase



| API#  | 29-6 # 8a | MCF/Month |
|-------|-----------|-----------|
| 21123 | Jul-97    | 11,858    |
|       | Aug-97    | 12,045    |
|       | Sep-97    | 11,657    |
|       | Oct-97    | 11,654    |
|       | Nov-97    | 11,092    |
|       | Dec-97    | 11,685    |
|       | Jan-98    | 9,703     |
|       | Feb-98    | 11,465    |
|       | Mar-98    | 12,396    |
|       | Apr-98    | 11,993    |
|       | May-98    | 11,660    |
|       | Jun-98    | 11,124    |
|       | Jul-98    | 9,403     |
|       | Aug-98    | 12,931    |
|       | Sep-98    | 12,172    |
|       | Oct-98    | 12,803    |
|       |           |           |