UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

	5.	Lease Number
	٥.	SF-078414-A
Type of Well	6.	If Indian, All.
GAS		Tribe Name
2007		
	7.	Unit Agreement N
Name of Operator	.,	
BURLINGTON RESOURCES OIL 5 CAS COMPANY		
OIL & GAS COMPANY	8.	Well Name & Numb
Address & Phone No. of Operator	ο.	Lively #26
PO Box 4289, Farmington, NM 87499 (505) 326-9700	9.	-
		30-045-21747
Location of Well, Footage, Sec., T, R, M	10.	Field and Pool
800'FSL, 1080'FWL, Sec.7, T-29-N, R-8-W, NMPM		Basin Dakota/ WC:29N8W7N Manco
7	11.	County and State
		San Juan Co, NM
CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT	, OTHER	DATA
Type of Submission Type of Action		
	e of Pl onstruc	
		rion Fracturing
	Shut o	
	21140 0	
Final Abandonment Altering Casing Conve	rsion t	
Describe Proposed or Completed Operations It is intended to recomplete the subject well to the Man	cos for	o Injection
Other - Describe Proposed or Completed Operations	cos for	o Injection
Describe Proposed or Completed Operations It is intended to recomplete the subject well to the Man	cos for attach	mation and ed procedure.

District I PO Box 1980, Hobbs, NM 88241-1980

District II PD Drawer DD. Artesia, NM 88211-0719

District III 1000 Rio Brazos Rd_ Aztec, NM 87410

District IV PO Box 2088, Santa Fe, NM 87504-2088 State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102 Revised February 21, 1994 Instructions on back

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number	*Pool Code	Popl Name		
30-045-21747	71599/	Basin Dakota/WC:29N8W7N Mancos		
'Property Code		operty Name _IVELY	Well Number 26	
OGRID No.	•	erator Name ES OIL & GAS COMPANY, LP	Elevation 6365	

¹⁰ Surface Location

									- · · · · · · · · · · · · · · · · · · ·
UL or lot no.	Section	Townenia	Range	Lat Idn	Feet from th	e North/South line	Feet from the	East/West line	County
N	7	29N	BW		800	SOUTH	1080	·WEST	SAN JUAN
¹¹ Bottom Hole Location If Different From Surface									
UL or let no.	Section	Township	Renge	Lot Idn	Feet from th	e North/South 1;ne	Feet from the	East/West line	County
		:				-	j		
DK: 341.	 88			13 Joint or Ir	17121	³⁴ Comepladation Code	³⁵ Draier No.		

Mancos: 172.14 NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD 2556.18 543.1B' 1277.76 UNIT HAS BEEN APPROVED BY THE DIVISION LQT 5 LOT 6 "OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief LOT LOT Signature LOT LOT Peggy Cole 10 Printed Name Regulatory Supervisor 1000 LOT 12 Title LOT 5-1-0) 11 Date 2575.98 1287.55 **SURVEYOR CERTIFICATION 585.74 I hereby certify that the well location shown on this plat was plotted from field rates of actual surveys made by me or under my supervision, and thet the same is true and correct to the best of my balls! LO7 LOT MAY 6, 2001 5147,34 Date of Survey 18 5162. LOT 3 LOT 6857 2599.42 1299.54 578.16

Project Summary:

The Lively #26 was completed in the Dakota formation by Lively Exploration in 1975. BR acquired operations in 1995. Cumulative production from the Dakota formation is 167 MMCF, with a recent rate of < 10 MCFPD.

Re-completion Procedure:

The following procedure details the proposed operations to abandon the current Dakota formation and recomplete the well in four intervals of Mancos shale.

- Comply with all NMOCD, BLM and BR regulations. Conduct daily safety meetings for all personnel on location. Notify BR regulatory (Peggy Cole 326-9727) and the appropriate Regulatory Agency prior to pumping any cement job and after CBL is run. If an unplanned cement job is required, approval is required before the job can be pumped. If verbal approval is obtained, document the approval in Dims. Allow adequate notice prior to the pump time for the Agency to witness the cementing operation.
- Inspect location and wellhead and install rig anchors prior to rig move.
- Construct blow pit.
- 1. MOL, hold safety meeting and RU completion rig. Insure all safety equipment is strategically located and functioning properly. NU relief lines to blow pit. Set frac tanks and fill with 2% KCI water. Blow well down and kill with 2% KCI water as necessary.
- 2. ND wellhead. NU BOP, stripper head and blooie line. Test BOP.
- TOOH w/ 229 joints of 1-1/4", 2.4#, J-55 tbg set at 7420' and stand back. Inspect tubing and replace as necessary for production string following workover operations.
- 4. PU CIBP for 4-1/2" casing (4-1/2", 11.6# csg drift 3.875") on 2-3/8", 4.7#, J-55 work string. TIH and set CIBP at 7300' (Top Dakota Perf at 7317'). Spot 8 sx Class "B" cement on top of CIBP (8 sx = 9.44 cf = \pm 100' capacity in 4-1/2" casing). TOOH.
- 5. PU 3-3/4" casing mill on the 2-3/8", 4.7#, J-55 work string. Clean out to new PBTD of ±7200'. Circulate hole clean with 2% KCl.
- 6. Pull up to 7041' and spot 5 Bbls of 10% Acetic Acid with 5%NH₄Cl across the proposed Carlile perforation interval (7021' to 7041'). TOOH.
- 7. NU wireline company. Run GR-CBL-CCL from 7200' to TOC. Correlate CBL depth to attached GR/Induction log section. Evaluate CBL. Good isolation must exist over the proposed perforation intervals (5916' 7041' OA) to continue with planned procedure. Should CBL indicate poor bond or isolation, contact Drilling Manager or Production Engineer to discuss modifications to planned perforation depths. ND wireline.
- 8. Install MB wellhead isolation tool. Pressure test CIBP and 4-1/2" casing to 4050 psi (~85% of burst for 4-1/2", 10.5#, J-55 casing). Bleed off pressure.

CARLILE:

- 9. NU wireline company's perforating guns. Correlate GR-CBL-CCL w/ attached GR/Induction log section. Perforate **Carlile interval from 7021'** to **7041'** at 6 spf with 60 degree phasing (total of 120 holes) using an Owens 3-1/8" HSC-3125-301A perf gun; 10.5 gram charge; 0.30" Entry hole; 10.26" penetration in concrete (4-1/2", 11.6# csg drift 3.875"). RD wireline.
- 10. TIH open ended with 2-3/8" 4.7# J-55 work string to 6650' and displace 2% KCl with 40# Linear Gel. TOOH.
- 11. RU stimulation company. Hold safety meeting. Pressure test surface lines to 5050 psi. Fracture stimulate the Carlile interval with 35,000 lbs 20/40 Arizona sand in 42,000 gals of 30# cross-linked gel @ 35 BPM. Tag sand with 3 isotopes. **Maximum surface treating pressure is 4050 psi.** Average surface treating pressure is estimated to be 3195 psi @ 35 BPM. The total friction pressure is estimated to be 1107 psi. Treat per the following schedule:

Stage	Frac Fluid (gals)	Sand Volume (lbs)	
Pad	12,000		
0.5 ppg	7,500	3,750	
1.0 ppg	10,000	10,000	
1.5 ppg	7,500	11,250	
2.0 ppg	5,000	10,000	
Flush (100' above top perf)	4,622		
Totals	46,622	35,000	

Monitor treatment pressures during job. Cut the crosslinker and reduce gel concentration to 25# per 1000 gal if pressures allow. The 30# cross-linked fluid is designed to overcome the initiation of near wellbore multiple fractures (high net pressure) that have been experienced in past stimulation attempts in the Lower portions of the Mancos Shale. However, recent fluid studies have indicated significantly better residual permeability resulting from lower gel loading and linear gel systems. The ideal situation would be to start the frac with the 30# cross-linked fluid and finish with a 25# liner gel.

Displace with 2% KCl. Calculate displacement to spot 5 Bbls of 10% Acetic Acid with 5%NH₄C across next interval. Cut rate throughout flush as pressure allows. Shut down and record ISIP, 5, 10, 15 min shut-in pressures. ND stimulation company. **Wait 1 hour to allow sand to settle.**

- 12. NU wireline company. Under a lubricator, RIH with *Frac Plug* and set at 6800'. POOH and ND wireline.
- 13. NU stimulation company test surface lines to 5050 psi. Pressure test *Frac Plug* to 4050 psi (85% of burst for 4-1/2" casing). Note: Pressure may bleed slowly past the frac plug during the pressure test. Notify the Drilling Manager or Production Engineer if the pressure bleeds off more than 500 psi during 15 minutes.
- ND stimulation company.

TOCITO:

- NU wireline company's lubricator to hold pressure on *Frac Plug*. Correlate GR-CBL-CCL w/ attached GR/Induction log section. Perforate the **Tocito interval from 6750' to 6770'** at 6 spf with 60 degree phasing (total of 120 holes) using an Owens 3-1/8" HSC-3125-301A perf gun; 10.5 gram charge; 0.30" Entry hole; 10.26" penetration in concrete (4-1/2", 11.6# csg drift 3.875"). RD wireline.
- RU stimulation company. Hold safety meeting. Pressure test surface lines to 5050 psi. Fracture stimulate the Tocito interval with 45,000 lbs 20/40 Arizona sand in 80,000 gals of slick water (containing 1 gal of surfactant per 1000 gal of slick water). Tag sand with 3 isotopes. Treat @ 45 BPM. Maximum surface treating pressure is 4050 psi. Average surface treating pressure is estimated to be 2735 psi @ 45 BPM. The total friction pressure is estimated to be 930 psi. Treat per the following schedule:

Stage	Frac Fluid (gals)	Sand Volume (lbs)	
Pad	40,000		
0.5 ppg	10,000	5,000	
1.0 ppg	15,000	15,000	
1.5 ppg	10,000	15,000	
2.0 ppg	5,000	10,000	
Flush (100' above top perf)	4,441		
Totals	84,441	45,000	

Calculate displacement to spot 5 Bbls of 10% Acetic Acid with 5%NH₄C across next interval. Cut rate throughout flush as pressure allows. Shut down and record ISIP, 5, 10, 15 min shut-in pressures. ND stimulation company. **Wait 1 hour to allow sand to settle.**

- 17. NU wireline company. Under a lubricator, RIH with *Frac Plug* and set at 6550'. POOH and ND wireline.
- 18. NU stimulation company test surface lines to 5050 psi. Pressure test *Frac Plug* to 4050 psi (85% of burst for 4-1/2" casing). Note: Pressure may bleed slowly past the frac plug during the pressure test. Notify the Drilling Manager or Production Engineer if the pressure bleeds off more than 500 psi during 15 minutes.
- 19. ND stimulation company.

UPPER GALLUP:

20. NU wireline company's lubricator to hold pressure on *Frac Plug.* Correlate GR-CBL-CCL w/ attached GR/Induction log section. Perforate the **Upper Gallup interval from 6496' to 6516'** at 6 spf with 60 degree phasing (total of 120 holes) using an Owens 3-1/8" HSC-3125-301A perf gun; 10.5 gram charge; 0.30" Entry hole; 10.26" penetration in concrete (4-1/2", 11.6# csg drift – 3.875"). RD wireline.

21. RU stimulation company. Hold safety meeting. Pressure test surface lines to 5050 psi. Fracture stimulate the Upper Gallup interval with 45,000 lbs 20/40 Arizona sand in 80,000 gals of slick water (containing 1 gal of surfactant per 1000 gal of slick water). Tag sand with 3 isotopes. Treat @ 45 BPM. Maximum surface treating pressure is 4050 psi. Average surface treating pressure is estimated to be 2634 psi @ 45 BPM. The total friction pressure is estimated to be 897 psi. Treat per the following schedule:

Stage	Frac Fluid (gals)	Sand Volume (lbs)		
Pad	40,000			
0.5 ppg	10,000	5,000		
1.0 ppg	15,000	15,000		
1.5 ppg	10,000	15,000		
2.0 ppg	5,000	10,000		
Flush (100' above top perf)	4,271			
Totals	84,271	45,000		

Cut rate throughout flush as pressure allows. Shut down and record ISIP, 5, 10, 15 min shut-in pressures. ND Stimulation Company. Wait 1 hour to allow sand to settle.

- 22. NU wireline company. Under a lubricator, RIH with Frac Plug and set at 5970'. POOH and ND wireline.
- 23. NU stimulation company test surface lines to 5050 psi. Pressure test *Frac Plug* to 4050 psi (85% of burst for 4-1/2" casing). Note: Pressure may bleed slowly past the frac plug during the pressure test. Notify the Drilling Manager or Production Engineer if the pressure bleeds off more than 500 psi during 15 minutes.
- 24. ND stimulation company.

MIDDLE MANCOS:

- NU wireline company's lubricator to hold pressure on *Frac Plug.* Correlate GR-CBL-CCL w/ attached GR/Induction log section. Perforate the **Middle Mancos interval from 5916' to 5936'** at 6 spf with 60 degree phasing (total of 120 holes) using an Owens 3-1/8" HSC-3125-301A perf gun; 10.5 gram charge; 0.30" Entry hole; 10.26" penetration in concrete (4-1/2", 11.6# csg drift 3.875"). RD wireline.
- 26. RU stimulation company. Hold safety meeting. Pressure test surface lines to 5050 psi. Fracture stimulate the Middle Mancos interval with 45,000 lbs 20/40 Arizona sand in 80,000 gals of slick water (containing 1 gal of surfactant per 1000 gal of slick water). Tag sand with 3 isotopes. Treat @ 45 BPM. Maximum surface treating pressure is 4050 psi. Average surface treating pressure is estimated to be 2403 psi @ 45 BPM. The total friction pressure is estimated to be 821 psi.

Treat the Middle Mancos interval per the following schedule.

Stage	Frac Fluid (gals)	Sand Volume (lbs)
Pad	40,000	
0.5 ppg	10,000	5,000
1.0 ppg	15,000	15,000
1.5 ppg	10,000	15,000
2.0 ppg	5,000	10,000
Flush (100' above top perf)	3,884	
Totals	83,884	45,000

Cut rate throughout flush as pressure allows. Shut down and record ISIP, 5, 10, 15 min shut-in pressures. ND stimulation company.

- 27. Flow back through choke manifold & monitor flow. Flow @ 20 bbl/hr. or less, if sand is observed.
- 28. When pressure allows, TIH w/ 3-3/4" casing mill on 2-3/8", 4.7#, J-55 work string.
- 29. Drill out *Frac Plugs* @ 5970'; 6550' and 6800'. Clean out to PBTD @ 7200'. It is not necessary to obtain separate pitot gauges for each of the four intervals. Cleaning out to PBTD without gauges for each of the intervals will allow the bottom intervals to start flowing back and will reduce the time frac fluids are on the formation.
- 30. Once the well has been cleaned out to PBTD, continue to flow and blow well clean. Record estimated load recovery during flow back and clean up operations.
- 31. Monitor fluid rates until well is sufficiently clean (<5 BWPH). Obtain a pitot gauge for the combined Mancos intervals. TOOH.
- 32. RU wireline company. Run After Frac Tracer Log (Pro-Technics) and Perf Efficiency Log over each of the four Mancos intervals. RD wireline.
- TIH with an expendable check valve; 1 jt. of 1-1/4", 2.4#, J-55 production tubing; S.N.; and half of the 1-1/4", 2.4#, J-55 production string. Run a broach on sand line to insure the tubing is clear.
- 34. TIH with remaining 1-1/4" production string and broach this tubing. Replace any bad joints. CO to PBTD with air/mist. PU above perforations. Alternate blow and flow periods, making short trips for clean up as necessary.
- Land tubing @ ±7030'. ND BOP & NU wellhead & tree. Pump off check valve. Flow up tubing. Take final water rates and pitot gauge for gas rates.

Lively #26

Mancos Shale Re-completion Procedure 800' FSL, 1080' FWL Unit M, Sec. 7, T-29-N, R-08-W

San Juan County, NM

- During workover operations the reservoir may be charged with air. As a result of introducing air to the wellbore, excess oxygen levels may be in the reservoir and/or wellbore. Contact the Lease Operator to discuss the need for determining oxygen levels prior to returning the well to production.
- 37. Rig down & release rig.

Approve:	Rolal	Approve: BA
.,	Team Leader	

Recommend: Production Engineer

Regulatory: Sundry Notice Required Yes X

No ___

Vendors:

Stimulation:

No Preference

Radioactive Tagging:

ProTechnics

326-7133

Production Engineer:	Randy Buckley	Office 326-9597	Page	т 326-8820	Home 599-8136
Lease Operator:	Cliff Gates		Cell	320-2480	Pager 326-8833
Specialist:	Wayne Ritter		Cell	320-0436	Pager 324-7225
Forman:	Hans Dube	Office 326-9818	Cell	320-4925	Pager 949-2664