District 11 - (505) 748-1283 811 S. First Artesia, NM 88210 District III - (505) 334-6178 1000 Rio Brazos Road Aziec, NM 87410 District IV - (505) 827-7131 2040 S. Pacheco

Santa Fe, NM 87505

Energy Minerals and Natural Resources Department Oil Conservation Division

2040 South Pacheco Street Santa Fe, New Mexico 87505

(505) 827-7131

APPLICATION FOR WELL WORKOVER PROJEC

OFFICIAL SEAL

ROTARY PUBLIC - NEW MEXICO
Notary Bond Filed with Secretary of State

SUBMIT ORIGINAL PLUS 2 COPIE TO APPROPRIAT DISTRICT OFFICE

| | | | | | | | į, | 2 | アクター | g |
|--|--|-----------------|-----------|-------------------|-----------------------------|----------|---|-------------|---|------------|
| 1. | I. Operator and Well | | | | | | | | GGRID N | umber |
| Operator name & address 017654 | | | | | | | | | 549 | |
| Phillips Petroleum Co. | | | | | | | | | Jill the second of the second | |
| 55 | 5525 Hwy 64 | | | | | | | | | |
| Farmington, NM 87401 Contact Party Phone 505-599-3454 | | | | | | | | 05-599-3454 | | |
| Patey Clugston | | | | | | | | | API Numb | 207 |
| Propert | y Name | | | | | | *************************************** | | | 039-25165 |
| San | | 0-5 Uni | | E . E The | North/South Line | Feet I | From The | East/ | West Line | County |
| UL | Section | Townshi | Range | Feet From The | | 11 | | Wes | | Rio Arriba |
| М | 15 | P 30N | 5W | 926' | South | | / I. | MES | | RIO MITTO |
| II. | Workov | | | | (December 19/orders on st): | | | | | |
| | orkover Co | mmenced: | Previous | Producing Pool(s) | (Prior to Workover): | | | | | |
| 7/ | 30/99 | | 1 | | | | | | | |
| | orkover Co | | Bac | in Fruitland | Coa1 | | | | | |
| | 4/99 | - descript | C 11. | Madenier Droc | oduras performe | ed to in | ncrease pr | oducti | on. | |
| | III. Attach a description of the Workover Procedures performed to increase production. IV. Attach a production decline curve or table showing at least twelve months of production prior to the workover and at | | | | | | | | | |
| IV. | Attach | a producti | se of pro | duction following | the workover re | flectin | g a positiv | e prod | duction in | crease. |
| V. | AFFID | | 13 OI PIO | adolion rone in g | , | | | | | |
| <u>v.</u> | | of New Me | exico | | | | | | | |
| | State | JI IICW IIC | |) ss. | | | | | | |
| | Count | y of <u>San</u> | Juan |) | | | | | | |
| | | | | being first duly | sworn, upon oat | h stat | es: | | | |
| į | | | | | | | | | | |
| İ | 1. I am the Operator, or authorized representative of the Operator, or authorized representative | | | | | | | | | |
| | 1 | | | | | | | | | |
| | 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. | | | | | | | | | | |
| | | 1 11 | . / | 11. An | Sr. Re | gulai | tory Cle | rk | n | 6-22-00 |
| Signature Cut X/// Title | | | | | | | | | | |
| SUBSCRIBED AND SWORN TO before me this 22 day of June 2000 | | | | | | | | | | |
| Hillian armenta | | | | | | | | | | |

FOR OIL CONSERVATION DIVISION USE ONLY:

CERTIFICATION OF APPROVAL: VI.

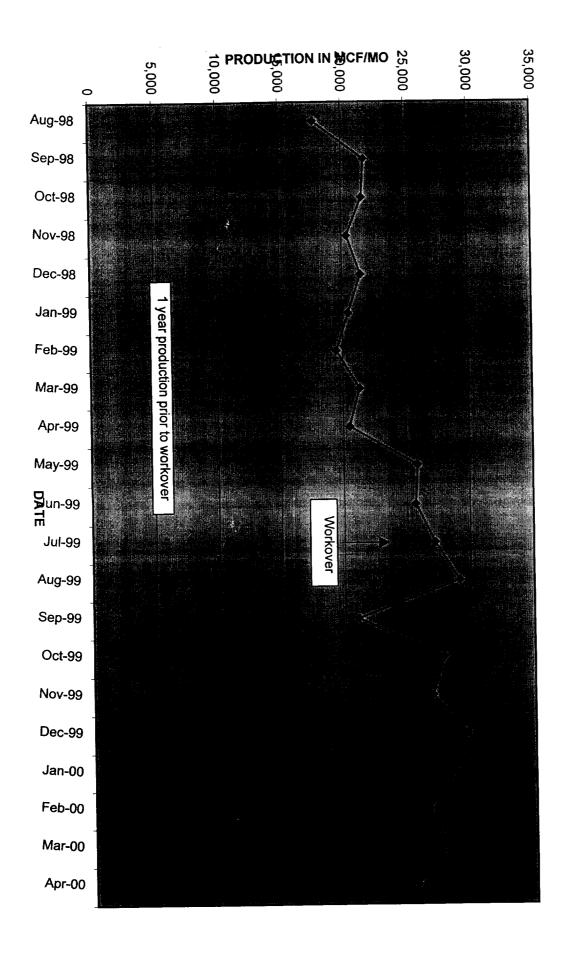
My Commission expires: 10/2/2003

This Application is hereby approved and the above-referenced well is designated a Well Workover Project and the Division hereby verifies 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 completed on

Notary Public

| Signature District Supervisor | OCD District | Date |
|-------------------------------|------------------|------------------|
| 37, | TOWATION AND DEN | ENITE DEDADTMENT |

DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT: VII.



| API# | 30-5 #239 | mcf/Month | | | |
|--------------|-----------|-----------|--|--|--|
| 30-039-25165 | Aug-98 | 17,779 | | | |
| | Sep-98 | 21,777 | | | |
| | Oct-98 | 21,588 | | | |
| | Nov-98 | 20,379 | | | |
| | Dec-98 | 21,443 | | | |
| | Jan-99 | 20,436 | | | |
| | Feb-99 | 19,493 | | | |
| | Mar-99 | 21,284 | | | |
| | Apr-99 | 20,470 | | | |
| | May-99 | 25,832 | | | |
| | Jun-99 | 25,664 | | | |
| | Jul-99 | 27,174 | | | |
| | Aug-99 | 29,078 | | | |
| | Sep-99 | 21,007 | | | |
| | Oct-99 | 27,806 | | | |
| | Nov-99 | 26,855 | | | |
| | Dec-99 | 29,584 | | | |
| | Jan-00 | 28,652 | | | |
| | Feb-00 | 26,497 | | | |
| | Mar-00 | 27,981 | | | |
| | Apr-00 | 25,525 | | | |
| | | | | | |
| | | | | | |

San Juan 30-5 Unit #239 SF-078994; API # 30-039-25165 Unit M, 926' FSL & 1171' FWL Section 15, T30N, R5W; Rio Arriba County

Description of workover procedure used to increase production on subject well:

A compressor was installed and the work entailed:

- 1. Taking existing surface equipment off.
- 2. Replacing old equipment with bigger equipment, (i.e., bigger separator and flow lines).
- 3. Installing compressor manifold.
- 4. Debottlenecking location eliminating any restrictions between wellhead and meter run.
- 5. Installing compressor and hooking up.

The type of compressor installed is a Cooper 305 hp. Work began approx. 7/30/99 and was completed 8/4/99.