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State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

| to Appropriate District Office | Energy, Minierals and Natural K | esources Department | Revised 1-1-89 |
|--|--|---------------------|--|
| DISTRICT I P.O. Box 1980, Hobbs NM 88241-1980 | OIL CONSERVATION DIVISION 2040 Pacheco St. Santa Fe, NM 87505 | | WELL API NO. |
| DISTRICT II | | | 30-039-25497 5. Indicate Type of Lease |
| P.O. Drawer DD, Artesia, NM 88210 | | | STATE FEE X |
| DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 | | | 6. State Oil & Gas Lease No. |
| SUNDRY NOT | ICES AND REPORTS ON WELI | LS | |
| DIFFERENT RESER | OPOSALS TO DRILL OR TO DEEPEN OR TO DEEPEN CRYOIR. USE "APPLICATION FOR PERI-101) FOR SUCH PROPOSALS.) | | 7. Lease Name or Unit Agreement Name |
| 1. Type of Well: OIL GAS WELL X | OTHER | 017654 | San Juan 30-5 Unit 009258 |
| 2. Name of Operator | | 1.1 4 2 500 A | 8. Well No. |
| Phillips Petroleum Company | | | SJ 30-5 Unit #22A |
| 3. Address of Operator 5525 Highway 64, NBU 3004, F | Farmington NM 87401 | | 9. Pool name or Wildcat Basin DK - 71599 & Blanco MV -72319 |
| 4. Well Location | _ | | |
| Unit Letter P : 801' | Feet From The South | Line and 793 | Feet From The East Line |
| Section 17 | Township 30N Rai | nge 5W | NMPM Rio Arriba County |
| 10. Elevation (Show whether DF, RKB, RT, GR, etc.) | | | |
| 11. Check Ap | propriete Roy to Indicate | Nature of Notice | Report, or Other Data |
| Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: | | | |
| NOTICE OF III | TENTION TO: | | |
| PERFORM REMEDIAL WORK | PLUG AND ABANDON | REMEDIAL WORK | ALTERING CASING |
| TEMPORARILY ABANDON | CHANGE PLANS | COMMENCE DRILLING | OPNS. PLUG AND ABANDONMENT |
| PULL OR ALTER CASING | | CASING TEST AND CE | MENT JOB |
| — — | П | | s Pay to MV zone & commingle prod. |
| OTHER: | | OTHER: Add Lewis | s ray to my zone a committigle prod. [2 |
| 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. | | | |
| The subject well was completed as a dual MV & DK well in 9/95. Plans are to add Lewis Shale pay to the existing Mesaverde zone and stimulate. Then commingle production from both the Mesaverde and Dakota zones. The OCD has given us approval to commingle MV/DK production with Administrative Order DHC - 2026 dated August 7, 1998. | | | |
| See attached for the procedure used to add Lewis Shale to the existing Mesverde interval and then commingle production from both the Dakota and Mesaverde zones. A subsequent sundry will be submitted to advise the date actual commingling occurs. | | | |
| I hereby certify that the information above is to | nue and complete to the best of my knowledge | and belief. | |
| SIGNATURE Taky | Clusin | vects Fund | Assistant DATE 28/99 |
| TYPE OR PRINT NAME | Patsy Clugston | | TELEPHONE NO. 505-599-3454 |
| (This space for State Use) DEPUTY OIL & GAS INSPECTOR, DIST. 68 | | | |
| ORIGINAL SIGNED BY FRMIT BUSCH | | | |

____ TITLE _

APPROVED BY_

San Juan 30-5 Unit #22A FEE; Unit P, 801' FSL & 793' FEL Section 17, T30N, R5W; Rio Arriba County, New Mexico

Procedure used to add pay & stimulate the Lewis Shale interval in the existing Mesaverde zone and then commingle production from both the Mesaverde and Dakota zones.

12/3/98

Pumped 2% KCl water and dropped dart down hole & seat w/1000 psi. RU slickline on Dakota side & GIH w/gauge rig to 7703'. COOH & RD slickline. COOH w/1 1/4" coiled tubing. GIH to retrieve BP. Not able to. Turned well back over to Production Department until a rig could be moved on.

12/29/98

MIRU Key Energy #38. Killed MV & DK. ND WH & NU BOPs. RIH to free tubing, had to cut off tubing @ 7681' (6' above packer). COOH w/fish & packer. RIH w/tubing & CIBP & set CIBP @ 5200'. RIH w/packer & set @ 500'. PT OK. Released packer & reset @ 4325'. Pumped KCl water & ballsealers into lower 34 perfs of already perf'd Lewis Shale interval. Released packer and reset @ 4000'. Pumped more KCL water & ballsealers into the rest of the 92 original perfs in the Lewis Shale interval.

COOH w/packer. RIH w/packer on 2 jts of tubing. RU to frac Lewis Shale. Pumped 60 Quality N2 foam @ 884,071 scf N2, 74,280 gal 2% KCL water & 200,700 # 20/40 Brady sand. ATP - 2500 psi. ISDP - 1075 psi. Flowed back on 1/4" & 1/2" chokes for approx. 39 hrs.

Unseat packer & COOH. RIH w/4-3/4" bit & tagged sand @ 5170' (30'). Cleaned out fill. Drilled out CIBP @ 5200'. Chased CIBP debris to 7717'. Cleaned out fill to 7862' (PBTD). Landed 2-3/8" 4.7# tubing @ 7690' with "F" nipple set @ 7656'. ND BOP & NU WH. PT – OK. Pumped off check. RD & MO 1/23/99. Turned well over to production department. Production from both zones will be commingled once it is back on line. A subsequent sundry will report the date commingled.