Form 3	160-5
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UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED	

Budget Bureau No	1004-0139

5. Lease Designation and Serial No	
JIC 457	
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J	IC 457	, 	
6	If Indian	Allotte or Tribe Name	

p. If	Indian,	Allotte	or Trit	e Name	
1:	2L			e Name	
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Do not use this form for proposals to drill or to deepen Use "APPLICATION FOR PERMIT" f	or such proposals	6. If Indian, Allotte or Tribe Name
	Oil al Filler	Jicarilla Apache
SUBMIT IN TRIPLICATE		U.7. If Unit or CA, Agreement Designation
1. Type of Well Oil Well X Gas Well Other:	12877	N/A
2 Name of Operator Mallon Oil Company MAR 20	001	8. Well Name and No. Jicarilla 457-10 No. 8
Address and Telephone No P. O. Box 2797 Durango, GG 81302	(970) 382-9100	9. Well API No. 30-039-25783
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 2400' FSL and 1500' FWL (NE SW) Unit K Sec. 10, T30N-R03W		10. Field and Pool, or Exploratory Area East Blanco, Pictured Cliffs 11. County or Parish, State Rio Arriba County, New Mexico
12 CHECK APPROPRIATE BOX(S) TO INDI	CATE NATURE OF NOTICE, REPORT	T, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF	
X Notice of Intent	Abandonment Recompletion	Change of Plans New Construction
Subsequent Report	Plugging Back	Non-Routine Fracturing
Final Abandonment Notice	Casing Repair Altering Casing X Other: Temporarily	Water Shut-Off Conversion to Injection Dispose Water
	Abandon	(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form)

13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this zone.)*

Mallon Oil Company is requesting approval to temporarily abandon this well according to the attached procedure. The Pictured Cliffs Formation has been tested at approximately 160 MCFD and 24 BWPD. It is not economic to run a pipeline from our existing gathering system to collect only this wells gas. Future drilling and pipeline installation in this area will significantly reduce the cost to gather gas from this well. Also, there is possible Fruitland Coal and San Jose potential in this wellbore. Mallon Oil Company anticipates putting this well on production within two (2) years.

14 I hereby certify that the	ne foregoing is true and correct				
Signed	John Hellitte	Title	District Petroleum Engineer Date:	01/31/01	
THIS SPACE FOR FEDERAL OF	R STATE OF FICE USE)				
Approved By	/s/ Brian W. Davis	Title	Lands and Mineral Resource	s Date MAR 15	2001
Conditions of approval, if	any:				

Jicarilla 457-10 No. 8

Rio Arriba County, NM

NW SW Sec.10, T30N, R3W 2,400' FSL & 1,500' FWL East Blanco Field, Unit-K

Mallon Oil Company Well Workover Procedure

1/30/01

JZ

Project:

Temporarily abandoned the wellbore and perform a mechanical casing integrity test to

500 psig for 30 minutes.

Workover Procedure

MIRU workover rig, flat tank, & rig pump.
 Note: Pictured Cliffs H2S concentration @ 0 ppm.

- 2) ND wellhead, NU BOP, release pkr, TOOH w/ 1.9" tbg & pkr.
- 3) RU wireline company, RIH w/ wireline set 5 1/2" CIBP, & set CIBP @ 3,127' KB.
- 4) TIH w/ 1.9" tbg to 3,127 KB, tag CIBP to confirm setting depth.
- 5) Circulate hole w/ 20 gals Baker / Petrolite corrosion inhibitor mixed in 74 bbls 2% KCl water.
- 6) Perform mechanical casing integrity test as follows:
 - Install pressure chart recorder on casing.
 - Pressure casing to 500 psig.
 - Hold pressure for 30 minutes (Must have less than 10% loss in 30 minutes).

Note: Notify BLM & NM OCD prior to test for witnessing.

- TOOH & lay down 1.9" tbg, load casing with 2% KCI water.
- ND BOP, NU wellhead, install tbg valve w/ bull plug.
- 9) RDMO workover rig.

Note: Always keep kill string in well for any shut-ins.

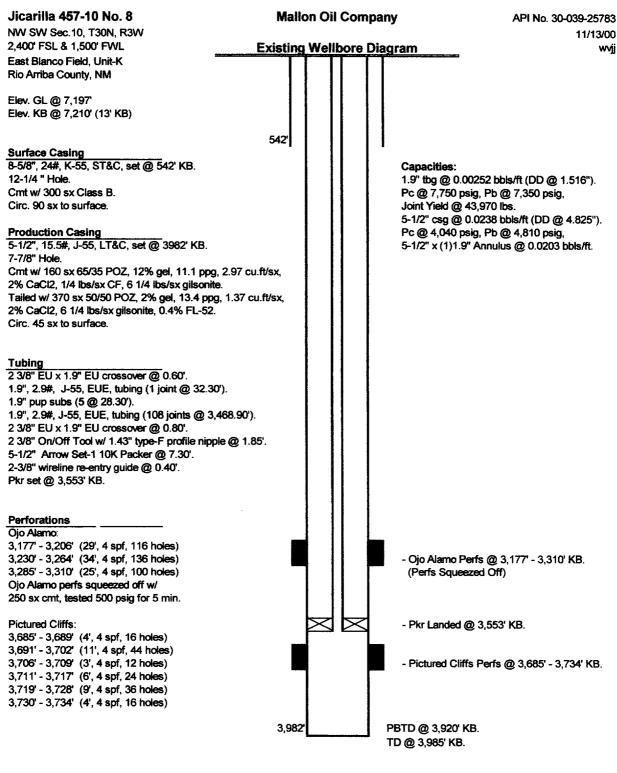
Filter all completion & kill fluids to 5 micron.

Record all wellhead pressures daily.

Record accurate swab data w/ initial fluid levels daily.

Record all depths corrected back to ORKB (Original rotary kelly bushing).

Think Safe - Be Safe!



Ojo Alamo	BD w/ 2,000 gals 7 1/2% HCl acid, avg 6 bpm @ 1,400 psig, ISIP @ 800 psig.
3,285' - 3,310'	Frac w/ 25,450 lbs 12/20 sand, 231 mscf (75Q) N2, 139 bbl gel, 1-4 ppg, max 3,680 psig, Ave 13 bpm @ 2,780 psig, dn 2-7/8" tbg, ISIP @ 3,638 psig.
	Swab back load and swab dry, SITP @ 500 psig after PBU.
3,177' - 3,264'	BD w/ 4,000 gals 7 1/2% HCl acid, avg 7 bpm @ 1,700 psig, ISIP @ 900 psig.
3,177' - 3,310'	Frac w/ 201,380 lbs 20/40 sand, 1,407 mscf N2, Avg 40 bpm @ 2,100 psig,
	down casing, ISIP @ 1,620 psig.
	Flow/Swab, 1.9" tubing, 3/8" choke, FTP @ 17 psig, 100 bwpd, 6' flare.
	Perfs Squeezed w/ 250 sx cmt, held 500 psig for 5 min.
Pictured Cliffs:	BD w/ 2,500 gals 7 1/2% HCl acid, avg 7 bpm @ 1,200 psig, ISIP @ 400 psig.
3,685' - 3,734'	Frac w/ 194,000 lbs 20/40 sand, 1,653 mscf N2, Avg @ 25 bpm @ 4,750 psig,

dn 2-7/8" tbg, ISIP @ 1,800 psig.

Flow test on 3/8" choke, 1.9" tbg, FTP @ 53 psig, 176 mcfpd, 24 bwpd.

Mallon Oil Company Jicarilla 457-10 No. 8 API No. 30-039-25783 NW SW Sec.10, T30N, R3W 1/31/01 2,400' FSL & 1,500' FWL **Proposed Wellbore Diagram** JΖ East Blanco Field, Unit-K Rio Arriba County, NM Elev. GL @ 7,197' Elev. KB @ 7,210' (13' KB) 542' **Surface Casing** 8-5/8", 24#, K-55, ST&C, set @ 542' KB. 12-1/4 " Hole. Casing circulated w/ 20 gals Baker Cmt w/ 300 sx Class B. Petrolite corrosion inhibitor mixed w/ Circ. 90 sx to surface. 74 bbls 2% KCI water. **Production Casing** 5-1/2", 15.5#, J-55, LT&C, set @ 3982' KB. 7-7/8" Hole. Cmt w/ 160 sx 65/35 POZ, 12% gel, 11.1 ppg, 2.97 cu.ft/sx, 2% CaCl2, 1/4 lbs/sx CF, 6 1/4 lbs/sx gilsonite. Tailed w/ 370 sx 50/50 POZ, 2% gel, 13.4 ppg, 1.37 cu.ft/sx, 2% CaCl2, 6 1/4 lbs/sx gilsonite, 0.4% FL-52. Circ. 45 sx to surface. **Tubing** NA - CIBP @ 3,127' KB. * **Perforations** Oio Alamo: 3,177' - 3,206' (29', 4 spf, 116 holes) 3,230' - 3,264' (34', 4 spf, 136 holes) - Ojo Alamo Perfs @ 3,177' - 3,310' KB. (Perfs Squeezed Off) 3,285' - 3,310' (25', 4 spf, 100 holes) Oio Alamo perfs squeezed off w/ 250 sx cmt, tested 500 psig for 5 min. Pictured Cliffs: 3,685' - 3,689' (4', 4 spf, 16 holes) 3,691' - 3,702' (11', 4 spf, 44 holes) 3,706' - 3,709' (3', 4 spf, 12 holes) - Pictured Cliffs Perfs @ 3,685' - 3,734' KB.

3.982

PBTD @ 3,920' KB. TD @ 3,985' KB.

3,711' - 3,717' (6', 4 spf, 24 holes) 3,719' - 3,728' (9', 4 spf, 36 holes) 3,730' - 3,734' (4', 4 spf, 16 holes)