

## UNITED STATES

DEPARTMENT OF INTERIOR  
BUREAU OF LAND MANAGEMENTSUNDRY NOTICES AND REPORTS ON WELLS  
(Do not use this form for proposals to drill or to  
deepen or plug back to a different reservoir.  
Use Form 3160-3 for such proposals.)1. Oil well ☐ Gas Well ☒ Other ☐  
Gas Well

2. Name of Operator

Producing Royalties, Inc.

3. Address &amp; Telephone No. (505) 334-2555

c/o A. R. Kendrick, Box 516, Aztec, NM 87410

4. Location of Well (Footage &amp; S.T.R.)

1790' FNL 790' FEL

H-11-29N-12W

5. Lease Designation and Serial No.

SF-065557

6. If Indian, Allottee or Tribe Name.

7. If Unit or CA, Agreement Designation

622-0520 PM 3:04  
070 FARMINGTON, NM

8. Well Name and No.

Payne #4

9. API Well No.

30-045-29945

10. Field and Pool, or Exploration Area

Fulcher Kutz-Pictured Cliffs

11. County or Parish, State

San Juan County, New Mexico

## 12 CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

☐ Notice of Intent☐ Abandonment☐ Change Plans☒ Subsequent Report☐ Recompletion☒ New Construction☐ Final Abandonment Notice☐ Plugging Back☐ Non-Routine Fracturing☐ Casing Repair☐ Water Shut-Off☐ Altering Casing☐ Conversion to Injection☐ Other \_\_\_\_\_☐ Dispose Water

## 17. Describe Proposed or Completed Operations (Give Pertinant Details and Dates.)

10/27/99: Moved in rig, spud 8-3/4" hole, drilled to 132'. Notified BLM of cementing operations. Ran 7", 17#/ft casing to 130' cemented w/59 cubic feet - circulated cement to surface.

10/28/99 Pressure tested the surface casing to 800 psi for 30 minutes. Held Okay.

10/28 to 11/1/99: Drilled to 2050', Ran 4-1/2", 10.5 #/ft J-55 casing set at 2022' cemented w/206 cubic feet class B cement. Trace of cement circulated to surface. (BLM notified of cementing operations)

11/5/99: Ran Gamma Ray / Gas Spectrum Log. Perforated Pictured Cliffs formation at 1874, 1879, 1882, 1886, 1888, 1894, 1899, 1902, 1918, 1920, 1935, and 1942'. Acidized and "balled off" perforations.

11/6/99: Sand/foam fractured w/107,000# 20-40 AZ sand, 559,000 scf nitrogen and 25,000 gallons water. Started cleanout. Ran 1-1/4" tubing to 1867'.

11/10/99: Shut-in for gauge.

The well identity will be changed to the Payne #1R.

NOTE: This format is issued in lieu of U.S. BLM Form 3160-5.

14. I hereby certify that the foregoing is true and correct.

Signed A. R. Kendrick Title \_\_\_\_\_ Agent \_\_\_\_\_ Date 12/9/99Approved by \_\_\_\_\_ Title \_\_\_\_\_  
Conditions of approval, if any: **ACCEPTED FOR RECORD**

JAN 05 2000

OPERATOR

FARMINGTON FIELD OFFICE  
BY 6-9