State of New Mexico

Form C-104 Revised February 21, 1994

Energy, Minerals, & Natural Resources Department District II P.O Drawer DD, Artesia, NM 88211-0719 Instructions on back OIL CONSERVATION DIVISION Submit to Appropriate District Office District III 1000 Rio Brazos Rd., Aztec, NM 87410 5 Copies PO Box 2088 District IV Santa Fe, NM 87504-2088 ☐ AMMENDED REPORT PO Box 2088, Santa Fe. NM 87504-2088 REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT I. Operator Name and Address OGRID Number MERIDIAN OIL, INC. 14538 PO Box 4289 Reason for Filing Code Farmington, NM 87499 CH/01-01-96 DHC-1009 ⁴ API Number ⁵ Pool Name Pool Code 30-045-1078900 BLANCO MESAVERDE (PRORATED 72319 GAS ⁷ Property Code Property Name Well Number 10483 EAST / #1/ II. 10 Surface Location Ul or lot no. Section Township Range Lot.Idn Feet from the North/South Line Feet from the East/West Line County 012M N 031N, 990 1650 SAN JUAN 11 Bottom Hole Location UI or lot no. Section Township Range Lot.Idn Feet from the Feet from the East/West Line County 12 Lse Code Producing Method Code 14 Gas Connection Date C-129 Permit Number 16 C-129 Effective Date 17 C-129 Expiration Date III. Oil and Gas Transporters Transporter Transporter Name ²⁰ POD 21 O/G 22 POD ULSTR Location OGRID and Address and Description 25244 WILLIAMS FIELD SERVICE G C-14-T031N-R012W

CO SALT LAKE CITY, UT GIANT INDUSTRIES, INC. 9018 2379010 C-14-T031N-R012W 0 5764 U.S. HWY. 64 FARMINGTON, NM 87401

IV. Produced Water

23 POD

| V. Well Completi | on Data | | | | | | | | | |
|----------------------------|---------------|------------------------|--------------|---------|---------------|--------------|---------------|----------|----------------------------|--------|
| 25 Spud Date | | ²⁶ Ready Da | te | 2: | TD | | " PBTD | | ²⁹ Perforations | |
| ³⁰ Hole Size | | 31 Ca | sing & Tubir | ng Size | T | 32 Depth Set | | | N.C. J. C. | |
| | | | July at Tubi | 16 0120 | | Depui set | | | 33 Sacks Cement | |
| | - | | | | | | | | | |
| <i>y</i> • | | | | | | | | <u>.</u> | -~- | |
| | 2 | < ; | · . | | | | , | 2, | | ······ |
| | | | | | | | | | | |
| THE THE TENE | | | | | | | | | | |
| VI. Well Test Data | | | | | | | | | | |
| ³⁴ Date New Oil | 35 Gas Delive | ery Date | 36 Test Date | 2 | 37 Test Lengt | h | 31 Tbg. Press | sure | 39 Csg. Pressure | |

| * Choke Size | " Oil | 42 Water | 43 Gas | " AOF | ⁴⁵ Test Method | |
|-------------------------------|---------------------------|---|-----------------------------|----------------|---------------------------|--|
| | at the information give | Conservation Division have been yen above is true and complete to the | OIL | CONSERVATION D | DIVISION | |
| Signature: Oloro Ologo | | | Approved by: | | | |
| Printed Name: DOLORES DIAZ | | | Title: | UPERVISOR DIST | HICT #3 | |
| Title: PRODUCTION ASSISTANT | | | Approved Date: JAN 1 2 1996 | | | |
| Date: 1 JANUARY, 1996 | | Phone (505) 326-9700 | | | | |
| 47 If this is a shange of | Composition fill in the C | CDID aumbar and name of the manife | | | | |

³⁷ Test Length

OGRID number and name of the previous operator

21281 SOUTHLAND ROYALTY COMPANY Previous Operator Signature

Printed Name

Signature: When Was

DOLORES DIAZ

Title

PRODUCTION ASSISTANT

31 Tbg. Pressure

²⁴ POD ULSTR Location and Description

I JANUARY, 1996

Date

" Csg. Pressure

UNITED STATES

BUREAU OF LAND MANAGEMENT RECEIVED

| Sundry Notice | es and Reports on Wells 9700127 P | 1 2: 1:2 | | |
|--|--|--------------------------|--------------|---|
| | 070 FARMAGA | | 5. | Lease Number SF-077652 |
| 1. Type of Well GAS | | | 6. | If Indian, All. or Tribe Name |
| 2. Name of Operator | | | 7. | Unit Agreement Name |
| BURLINGTON RESOURCES OIL & C | GAS COMPANY | | | |
| 2 Address & Phone We of Occupan | | | 8. | Well Name & Number East #1 |
| 3. Address & Phone No. of Operator PO Box 4289, Farmington, NM 8 | | | 9. | API Well No. 30-045-10789 |
| 4. Location of Well, Footage, Sec. | | | 10. | Field and Pool |
| 990'FNL, 1650'FWL, Sec.14, T-31 | L-N, R-12-W, NMPM | | 11. | Blanco Mesaverde County and State San Juan Co, NM |
| 12. CHECK APPROPRIATE BOX TO INDIC | | | THER | DATA |
| Type of Submission X Notice of Intent | Type of Acti Abandonment | l on Change of | F P] | ans |
| _X_ Notice of Intent _ | Recompletion | New Const | | |
| Subsequent Report | Plugging Back | | | Fracturing |
| Final Abandonment | Casing Repair Altering Casing | Water Sh | | |
| | X_ Other - Pay add - a | | | |
| 13. Describe Proposed or Complet | ted Operations | | | |
| It is intended to add the Le attached procedure a will be abandoned. | ewis formation to the s and wellbore diagram. T | subject we he lower M | ll a lesa | ccording to the verde formation |
| | | | O Nov | EIVED - 3 1997 |
| | | ©][] | | ON. DIV. Ist. 3 |
| 14. I hereby certify that the for | oregoing is true and co | | istr | rator_Date 10/22/97 |
| (This space for Federal or State of APPROVED BY /S/ Duane W. Species | | Dat | e _ | OCT 3 0 1997 |
| CONDITION OF APPROVAL, if any: | | | | |

East #1

Lewis Pay Add Procedure Unit C, Section 14, T31N, R12W

Lat: 36° 54.1882 min./Long: 108° 4.07958 min.

Abandon the lower Mesaverde openhole and complete the Lewis. Due to poor cement coverage and two casing strings covering the Lewis, the 4-1/2" casing will be pulled. The Lewis will be sand fracture stimulated in a single 300,000 lbs 20/40 sand stage using a 60Q 30 lb crosslinked gel for transport.

- Inspect location and test rig anchors, if necessary, Comply with all NMOCD, BLM, 1. Forestry & BR rules and regulations. Dig flowback pit or set flowback tank. Haul to location an inspected 4350', 2-3/8" production string, a 4290', 3-1/2" N-80 frac string and 5, 400 bbl frac tanks.
- 2. Fill Tank #1 with 400 bbls 2% KCL water. Blow well down and kill with 2% KCL water as necessary. ND WH and NU BOP with flow tee and stripping head. Test operation of rams. NU blooie line and 2-7/8" relief line.
- TOOH with 2-3/8" Mesaverde production string at 5144' and LD. Send string in to be 3. inspected and salvaged, if possible.
- RU wireline company. Run a freepoint survey on 4-1/2" casing. Run a 4-1/2" gauge to 4. freepoint. RIH with chemical cutter and cut 4-1/2" casing at freepoint determined by survey. Make sure cutting point is below 4350'. RD wireline company. TOOH with 4-1/2" casing and LD.
- PU and RIH with a 6-1/4" bit, 7" casing scraper on the inspected 2-3/8" production string 5. hauled to location. Clean out to top of 4-1/2" casing with air. TOOH.
- 6. RU wireline and set 7" RBP just above 4-1/2 casing. Load hole with 2% KCL water. Run GR-CBL-CCL from PBTD to 500'. Run GR-DSNL from PBTD to 3500'. Top of good cement must be above 3400' to continue. Evaluate CBL and send log copies to production and drilling. Contact Jennifer Dobson at ext. 4026 if squeeze procedure is required.
- 7. Pressure test 7" casing to 1000 psi. If test fails, PU 7" RBP retrieving head, packer and 2-3/8" tubing. Retrieve RBP in hole and search for casing leaks. If casing does not pass pressure test, contact Jennifer Dobson at ext. 4026.

Assuming 7" Casing Passes Pressure Test:

- 8. Fill Tank #2, Tank #3, Tank #4 and Tank #5 with 1328 bbls 2% KCL water. If necessary, filter all water to 25 microns. These four tanks are for the frac gel fluid. Add water to Tank #1 for the breakdown as necessary.
- RIH with 7" RBP retrieving head and 2-3/8" tubing. Release RBP and TOOH. PU and 9. RIH with 7" CR on the 2-3/8" tubing. Set CR at 4350'. PT tubing to 2000 psi using the CR stinger configuration. RU cementing contractor. Establish an injection rate through the CR. Squeeze the lower Mesaverde with 200 sx class B cement (100% excess). Sting out of CR, spot 2 sx cement on CR and reverse circulate tubing clean. RD cementing contractor.

Lat: 36° 54.1882 min./Long: 108° 4.07958 min.

10. Spot 1100 gals 15% HCL acid across the entire Lewis perf interval 3600-4200'. TOH slowly for 11 stands. TOOH. Stand back 2-3/8" production string.

All acid on this well to contain the following additives per 1000 gals.

| 2 gal | CI-22 | Corrosion inhibitor |
|---------|----------------|---------------------|
| 5 gai | Ferrotrol-300L | Iron Control |
| 1 gal | Flo-back 20 | Surfactant |
| 0.5 gal | Clay Master-5C | Clay control |

- 11. Contact Jennifer Dobson at ext. 4026 for exact Lewis perforations. RU wireline services. RIH with 3-1/8" selective fire carrier guns loaded with Owens 3125306P HSC 12 gm charges set at 1 SPF. (Av. perf diameter - 0.30", Av. pen. -17.48" in concrete). Perf the Lewis from top down. RD wireline services.
- 12. Set Pro-Technics RTD tool at 4180' on slickline.
- 13. PU and RIH with 7" packer, tubing tester and 3-1/2" frac string. Set packer at 3400'. PT frac string to 6000 psi.
- 14. RU stimulation company. Hold a tailgate safety meeting. Pressure test surface treating lines to 4000 psi. Breakdown Lewis with 2000 gals 15% HCL acid. Drop 2, 7/8" 1.3 sp gr RCN perf balls per perforation. Evenly space throughout the job for diversion. Attempt to ball off to 3000 psi. Use same acid additives as in Step 10. RD stimulation company.
- 15. Release packer and lower to 4200' to knock off perf balls. Pull packer back uphole to 3500' and set.
- 16. RU stimulation company. Hold tailgate safety meeting. Pressure test surface lines to 7000 psi. Frac Lewis down the 3-1/2" N-80 frac string with 129,948 gals of 60 quality foam using 30 lb crosslinked gel as the base fluid and 300,000 lbs 20/40 Arizona sand. Pump at a foam rate of 55 BPM. Monitor bottom hole and surface treating pressures, rate, foam quality and sand concentration with computer van. Sand laden fluid is to be tagged with 3 radioactive tracers. Max pressure is 6000 psi and estimated treating pressure is 5700 psi. Treat per the following schedule:

| Stage | Downhole Foam Volume (gals) | Clean Gel Volume (gals) | N2 Volume (MSCF) | Sand Volume (lbs) |
|---------|-----------------------------------|-------------------------------|------------------------|-------------------------|
| Pad | 26,500 | 10,600 | 254.11 | |
| 1.0 ppg | 14,000 | 5,600 | 134.25 | 14,000 |
| 2.0 ppg | 18,000 | 7,200 | 172.61 | 36,000 |
| 3.0 ppg | 30,000 | 12,000 | 287.70 | 90,000 |
| 4.0 ppg | 40,000 | 16,000 | 383.61 | 160,000 |
| Flush | 1,448 | 579 | 13.89 | 0 |
| Totals | 129,948 | 51,979 | 1246.17 | 300,000 |

Treat frac fluid w/the following additives per 1000 gallons:

* 0.38 lbs XCIDE-207

Bacteriacide to be mixed in tanks.

* 30 lbs GW-27

Guar gelling agent to be mixed in tanks.

* 5.0 gals FAW-1

Foaming agent to be mixed on fly.

Buffering agent to be mixed in tanks.

* 2.5 gals BF-7L

Gel breaker to be mixed on fly.

* 1.0 lbs ULTRA PERM CRB

* 1.0 lbs GBW-5

Gel Breaker to be mixed in last 3,998 gals.

* 1.0 gals FLO-Back 20
* 1.0 gals XLW-30
* 1.0 gals ENZYME G
Non-ionic Surfactant mix in full tank.
Crosslinker to be mixed on fly.
Enzyme breaker to be mixed on fly.

Treat flush fluid with the following additives per 1000 gals:

* 0.38 lbs XCIDE-207
* 30 lbs GW-27
* 5.0 gals FAW-1
* 2.5 gals BF-7L
* 1.0 gals FLO-Back 20
* 1.0 lbs GBW-5
* 1.0 gals ENZYME G

Bacteriacide to be mixed in tanks.

Guar gelling agent to be mixed on fly.
Buffering agent to be mixed in tanks.
Non-ionic Surfactant mix in full tank.
Gel Breaker to be mixed in last 798 gals.
Enzyme breaker to be mixed on fly.

RDMO stimulation company.

- 17. Flow well back after 30 minutes to 1 hour through a choke manifold at 20 BPH or less if sand is observed. After the well has cleaned up and pressures allow, release packer and TOOH. LD 3-1/2" N-80 tubing and packer.
- 18. TIH with overshot for Pro-Technics RTD pressure tool on 2-3/8" tubing and clean out to 4180' with air/mist. Fish RTD tool and TOOH.
- 19. RIH with notched collar on 2-3/8" tubing and tag PBTD. If sand fill up is present within 100' of bottom perf, clean out to PBTD (~4300'). Monitor gas and water returns when applicable.
- 20. When wellbore is sufficiently clean, TOH and RU Pro-Technics. Run After-Frac log from PBTD-3500'. RD Pro-Technics.
- 21. RU Blue Jet. Run Perforation Efficiency log from 4200-3600'. RD Blue Jet.
- 22. Squeeze to cover Ojo Alamo as necessary.

23. Rabbit and TIH with 2-3/8" tubing with a seating nipple one joint off bottom. Tag PBTD for sand fill up. If needed, circulate sand off bottom with air. Land tubing at 3720'. ND BOP. NU WH. Obtain final water and gas samples and flow rates. Contact Production Operations for well tie-in. RDMO.

Recommended:

Approved:

Approved

Team Leade

VENDORS:

 Wireline:
 Blue Jet
 325-5584

 Fracturing:
 BJ Services
 327-6222

 RA Tag:
 Pro-Technics
 326-7133

 Treesaver:
 WSI
 327-3402

JLD

East #1

Pertinent Data Sheet

Lat: 36° -54.1882 min. Long: 108° -4.07958 min.

General Well Information:

Location:

990 FNL, 1650 FWL, Unit C, Section 14, T31N, R12W, San Juan County, NM

Federal Lease #:

SF 077652

DP #:

15390

Property #:

0020261

GWI/NRI:

25.00/21.75

Current Field:

Blanco Mesaverde

Spud:

9/18/49

Completed:

12/21/49

GL Elevation:

6318'

KB Elevation: PBTD:

6328' 5241'

TD: 5428'

Casing Record:

| Hole Size | Csg Size | Weight | Grade | Depth Set | Cmt Vol | Cmt Top |
|-----------|----------|-------------|-------|-----------|---------|--------------|
| 13-3/4" | 10-3/4" | 32.75 lb/ft | H-40 | 128' | 100 sx | Circ. Sur. |
| 9" | 7" | N/A | N/A | 5154' | 225 sx | 3900' (Calc) |
| 6-1/8" | 4-1/2" | 9.5 lb/ft | J-55 | 5401' | 260 sx | 5123' (TS) |

Tubing Record:

| Tubing Size | Weight | Grade | Depth Set | Number of Jts |
|-------------|-----------|-------|-----------|---------------|
| 2-3/8" | 4.7 lb/ft | J-55 | 5144' | N/A |

Formation Tops:

Ojo Alamo: 1157' Kirtland Shale: 1198' Pictured Cliffs: 2845' Lewis Shale: 3110'

Menefee:

4740'

Fruitland:

2404

Cliff House :

4446'

Point Lookout: 5120'

Logging Record:

Spontaneous Potential Log (10/16/49), Induction Log (10/16/49), Gamma

Ray (11/26/49), Induction Log (11/26/49).

Completion: Originally drilled well as Mesaverde openhole. Shot the openhole with 1390 qts SNG. Ran 4-1/2" casing May 1962. Perforated the Mesaverde at 5164-84' and 5204-20' with 4 SPF. Frac'd these perfs with 60,430 gals water and 45,000 lbs 20/40 sand and 15,000 lbs 10/20 sand at 27.3 BPM and 2150 psi.

Workover History: None performed since original completion.

Production History: Currently has another Mesaverde producing in the same quarter section. Will need to abandon the lower Mesaverde formation.

Pipeline: Williams Field Service (LP = 275 psi)

East #1

Unit C, Section 14, T31N, R12W San Juan County, NM

Current Schematic

Proposed Schematic

