Form 3160-5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED OMB No. 1004-0137 Expires; October 31, 2014

5. Lease Serial No. NMLC057210

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No. MCA Unit 480 Oil Well Gas Well X Other 2. Name of Operator ConocoPhillips Company 9. API Well No. 30-025-39766 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 3a Address (432)688-9174 P. O. Box 51810 Midland TX 79710 Maljamar; Grayburg-San Andres 11. County or Parish, State Location of Well (Footage, Sec., T.R. M., or Survey Description) UL O. 1310' FSL & 1995' FEL. Sec 28, 17S, 32E ΝM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Deepen Production (Start/Resume) Water Shut-Off Acidize X Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation X Other stimulate New Construction Casing Repair Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Plug Back Water Disposal Final Abandonment Notice Convert to Injection 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) ConocoPhillips request to stimulate this injection well per attached procedures. HOBBS OCD MAR 22 2013 SUBJECT TO LIKE RECEIVED APPROVAL BY STATE 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Rhonda Rogers Title Staff Regulatory Technician Date 02/13/2013 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable jude to those rights in the subject lease which would Office entitle the applicant to conduct operations

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false,

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



API #30-025-39766 MCA 480: Grayburg Frac Maljamar Field Lea County, New Mexico

The subject workover consists of frac-treating the Grayburg gross completion interval: 3858-3932 w/ 22,500 gal 20# x-link gel w/ 48,000# 16/30 sand & 22,000# 16/30 resin-coated sand.

MCA 480W was drilled during September 2010 and initially completed as an injection well. MCA 480W was not frac-treated on initial completion. The well remained shut-in until well was placed in injection service during 3rd qtr 2011.

WELL CATEGORY, BOP CLASS AND EXCEPTIONS

Well Category One:

H2S:

0 ppm (water injection well).

Well Rate:

P&A . <u>H2S</u>

ROE-ft.

100 ppm

500 ppm

0

BOPE Class One: Hydraulic BOP recommended.

PROCEDURE

- 1. Spot 3 clean 500 bbl frac tanks. Load tanks w/ 2% KCl water prior to frac date. Water to be biocide-treated by frac-service provider.
- 2. MI & RU service unit. The following is a well file source summary of current well configuration (last well service: 03.2012):

MCA 480W (30-025-39766)	Depth (R	KB): ft.	
1310 FSL & 1995 FEL, 28 O-17S-32E	KB - GL:	14 ft.	
Elev.: 3959 KB; 3945 GL	top	btm	
8-5/8", 24#, J-55 in 12-1/4" hole	surface	914	09.13.10: Cmt w/ 570 sx (163 bbl). Circ 241 sx (75 bbl) to surface
5-1/2", 17#, J-55 in 7-7/8" hole	surface	832	09.18.10: Cmt w/ 760 sx (282 bbl). Circ 103 sx (47 bbl) to surface
5-1/2", 17#, J-55 w/ ECP	839 -	856	09.22.10: per SLB cased-hole GR/CNL/CCL log
5-1/2", 17#, J-55 in 7-7/8" hole	868	4159	
•			
Downhole Equipment:			
Tbg: 2-3/8", 4.7#, J-55 IPC	surface	3806	03.29.12;
OFT w/ 1.875" XN Profile	3806	3807	03.29.12:
PKR: 2-3/8" x 5-1/2", 17#	3807	3815	03.29.12:
Completion Intervals:		36	
Grayburg	3858	3869	09.28.10: 11 ft @ 3 spf (33 holes)
	3875	3917	09.28.10: 42 ft @ 3 spf (126 holes)

	3922	3932	09.28.10: 10 ft @ 3 spf (30 holes)
San Andres	3952	3975	09.28.10: 23 ft @ 3 spf (69 holes)
	3976	3999	09.28.10: 23 ft @ 3 spf (69 holes)
	4019	4064	09.28.10: 45 ft @ 3 spf (135 holes)
	4066	4090	09.28.10: 24 ft @ 3 spf (72 holes)
:	·		
PBD	4108	4159	09.22.10: Cased-hole logger PBD: 4108 (Driller PBD: 4114)
			03.29.12: GR/CBL Logger PBD 4082 (possible 26 ft fill)
TD	4159	4176	09.17.10: TD 7-7/8" hole

-3. Note & record SITP.

RU wireline unit. NU lubricator. Test @ 500# over SITP.

Open well. RIH & set plug in XN profile nipple (1.791" No-Go ID x 1.875" packing bore).

Test plug @ 500# over SITP.

Bleed down pressure & check for flowback.

RD wireline unit.

	Workover: Obtain CBL
04.02.12	SITP: 500# (est BHP: 2350# @ 0 RMSL). Attempt to set plug in OFT w/ 1.875" XN nipple. Unable to pass through master valve
	"master valve was heavy duty w/ plastic coating IDtoo small for tbg plug"
	Kill well w/ 10# brine. ND well. NU BOP. Rel from OFT. Circ 10 bbl 10# brine. Engage OFT. Rel PKR. POOH w/ tbg & PKR.

4. ND well. NU BOP. POOH w/ 2-3/8", 4.7#, IPC tbg & PKR.

PU & RIH w/ 2-7/8", 6.5#, N-80 workstring w/ csg scraper & 4-3/4" bit (5-1/2", 17# ID: 4.892"; Drift ID: 4.767"). Clean out to below lowermost perforation: 4090; PBD: 4108).

POOH w/ tbg, csg scraper & bit.

5. PU & RIH w/ 2-7/8", 6.5#, N-80 tbg string w/ PKR & RBP. Test tbg below slips @ 8500# while RIH (2-7/8", 6.5#, N-80 Internal Yield Prs: 10570#).

Acidize perforated intervals w/ total of 6000 gal (142.9 bbl) 15% NE Fe HCl:

NOTE:

Initial stimulation efforts of 09.29.10 suggest Grayburg & San Andres completion intervals may be in communication behind 5-1/2" csg. However, CBL of 04.03.12 indicates excellent bond over interval: 2050-4082.

09.29.10	.29.10 PU & RIH w/ tbg, PKR & RBPSet RBP @ 4097. Test @ 500#. Set PKR @ 4007.							
	Open PKR by-pass. Displace tbg to PKR w/ acid (23.2 bbl: 20% HCl). Close by-pass.							
	Acd SA7L (4019-4090): Breakdown @ 4306#. Pump cum total of 30 bbl 20% HCl: 4 BPM-2008#. Comm. Flush w/ 5 BW.							
	Re-set PKR @ 3944. Acd SA7U & SA7L (3952-4090). Pump cum total of 95 bbl 20% HCl: 4 BPM-1800#. Comm. Flush w/ 5 BW							
	Re-set PKR @ 3847. Acd Grbg & SA (3858-4090). Pump cum total of 274 bbl (11,500 gal) 20% HCl & 3200 gal 15% HCl							
, .	Flush w/ 42 bbl (fresh wtr), P(avg): 1700#, AIR: 4 BPM, ISIP: 1380# (grad.: 0.8 psi/ft).							

Open well. Well on vac. Rel PKR. RIH & retrieve RBP. Start out of hole.	
NOTE: Grayburg & San Andres may be in communication behind 5-1/2" casing	Ñ

04.03.12	RU wireline. Install lubricator. RIH w/ GR/CBL. Tag @ 4082 (btm perf: 4090; PBD 4108). Log from 4080 to surface. RD wireline.
	surf-1300: excellent bond
	1300-2050: poor to very poor (no) bond
	2050-4082: excellent bond
	NOTE: CBL-indicated ECP @ 839-856

Perforated Interval 4019-4090: Acidize w/ 2500 gal (59.5 bbl) 15% NEFE HCl Set RBP @ 4450 (between lowermost perforation @ 4090 & PBD @ 4108). Set PKR 4010 (between perforations: 3999-4019; csg collars: 3986 & 4029). Pump down tbg w/ 10 bbl 2% KCl water. Check for communication

If no communication:

Acidize 4019-4090 w/ 2500 gal 15% NE HCl.

Flush w/ 35 bbl 2% KCl water (anticipated treating prs: 2500# @ 3 BPM) Record ISIP & SITP(5 min).

Perforated Interval 3952-3999: Acidize w/ 1750 gal (41.7 bbl) 15% NEFE HCI

Set RBP @ 4010 (between perforations: 3999 & 4019).

Set PKR 3940 (between perforations: 3932 & 3952; csg collars: 3901, 3943 & 3986). Pump down tbg w/ 10 bbl 2% KCI water. Check for communication.

If no communication:

Acidize 3952-3999 w/ 1500 gal 15% NE HCl. Flush w/ 35 bbl 2% KCl water (anticipated treating prs: 2500# @ 3 BPM) Record ISIP & SITP(5 min).

Perforated Interval 3858-3932: Acidize w/ 1750 gal (41.6 bbl) 15% NEFE HCI Set RBP @ 3940 (between perforations: 3932 & 3952; collars: 3901, 3943 & 3986) Set PKR @ 3800 (above uppermost perforation @ 3858; csg collars: 3772 & 3816) Obtain PIR w/ 10 bbl 2% KCI.
Acidize 3858-3952 w/ 2000 gal 15% NE HCI Flush w/ 35 bbl 2% KCI water (anticipated treating prs: 2500# @ 3 BPM) Record ISIP & SITP(5 min)

Re-set PKR @ 2470 (csg collars: 2405 & 2448).

Load 2-7/8" x 5-1/2" annulus & prs up to 500#. Check for communication w/ tbg.

6. RU HES. Set treating line pop-off to release @ 8000#.
Set pump trips @ 7500#
Install spring-operated relief valve on csg-tbg annulus. Pre-set @ 500#.
Load 2-7/8" x 5-1/2" annulus. Note annulus fill volume. Place 200# on csg.
Test surface lines @ 8500#.

Frac 3858-3932 down 2-7/8", 6.5#, N-80 tbg w/ 22,500 gal 20# x-link w/ 48,000 16/30 sand & 22,000 resin-coated 16/30. Mark flush @ 2#. Flush w/ 1900 gal linear gel (capacity to uppermost perforation: 1956 gal; 46.5 bbl). Anticipated treating rate: 25 BPM @ 5000#:

				<u>Clean Vol.</u>			<u>Proppant</u>			Slurry Vol			Pump Time @ 25 BPM	
	Fluid	Proppant	gal	<u>bbl</u>	Cum bkil	ppq	<u>lbs</u>	Cum lbs	gal	<u>bbl</u>	Cum bbl	min.	<u>cum min.</u>	
Pre-Pad			1,000	23.8	23.8	0.00	0	0	1,000	23.8	23.8	1.0	- 1.0	
Pad			10,000	238.1	261,9	0.00	0 -	0 -	10,000	238.1	261.9	9.5	10.5	
Stage		16/30	1,500	35.7	297.6	0.50	750	750	1,534	36.5	298.4	1.5	11.9	
Stage		16/30	1,750	41.7	339.3	1.00	1,750	2,500	1,829	43.6	342.0	1.7	13.7	
Stage		16/30	2,000	47.6	386.9	1.50	3,000	5,500	2,136	50.9	392.8	2.0	15.7	
Stage		16/30	2,250	53.6	440.5	2.00	4,500	10,000	2,454	58.4	- 451.3	2.3	18.1	
Stage		16/30	2,500	59.5	500.0	2.50	6,250	16,250	2,783	66.3	517.5	. 2.7	20.7	
Stage		16/30	2,750	65.5	565.5	3.00	8,250.	24,500	3,124	74.4	591.9	3.0	23.7	
Stage		16/30	3,000	71.4	636.9	3.50	10,500	35,000	3,476	82.8	674.7	3.3	27.0	
Stage		16/30	3,250	77.4	714.3	4.00	13,000	48,000	3,839	91.4	766.1	3.7	30.6	
Stage		CRC 16/30	3,500	83.3	797.6	4.00	22,000	70,000	4,497	107.1	873.1	4.3	34.9	
<u>Flush</u>			<u>1,900</u>	<u>45.2</u>	<u>842.9</u>	<u>0.00</u>	. <u>O</u>	70,000	<u>1,900</u>	<u>45.2</u>	<u>918.4</u>	<u>1.8</u>	<u>36.7</u>	
			35,400	842.9			70,000		38,571	918.4		36.7	٠.	

Report ISIP, SITP(5 min), SITP(10 min) & SITP(15 min). RD frac services.

SION to allow resin-coated sand to cure.

- 7. Flow back well until dead. POOH w/ 2-7/8", 6.5#, N-80 frac string & PKR.
- 8. RIH w/ 2-7/8" tbg & RBP retrieving tool. Wash sand off RBP. POOH & LD 2-7/8" tbg & RBP.
- RIH w/ 2-3/8", 4.7#, J-55 IPC tbg w/ OFT & re-dressed injection PKR (5-1/2", 17#) w/ pumpout plug.

NOTE:

04.02.12	SITP: 500#. Attempt to set plug in OFTw/ 1.875" XN nipple. Unable to pass through master valve
	"master valve was heavy duty w/ plastic coating IDtoo small for tbg plug"

Set PKR @ approximately 3800

uppermost perforation:

3858

previous PKR placement:

3807-3815

csg collars:

3772, 3815, 3858

Release from OFT. Circ well w/ PKR fluid (2-3/8" x 5-1/2", 17# capacity to 3800: 67.6 bbl). Engage OFT.

- 10. ND BOP. NU well. Shear pump-out plug. RD
- Place well on injection @ 500 BWIPD WIC-rate. Confirm XSPOC recording of rates & pressures

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			Internal Yie	eld Prs: psi			Capa	acity	
•			100%	<u>80%</u>	ID: in.	Drift ID: in.	bbl/ ft	gal/ft	
	,	2-3/8", 4.7#, J-55	7700	6160	1.995	1.901	0.00387	0.1624	
		2-7/8", 6.5#, N -80	10570	8456	2.441	2.347	0.00579	0.2431	
		5-1/2", 17#, J-55	5320	4256	4.892	4.767	0.0232	0.9764	
		2-3/8" x 5-1/2", 17#					0.0178	0.7463	
•		2-7/8" x 5-1/2", 17#			1		0.0152	0.6392	

	MCA 480 (API: 30-025-39766)
	1310 FSL & 1995 FEL, 28(O)-17S-32E
	Elev.: 3959 KB; 3945 GL (KB - GL: 14 ft.)
	Elevi. 0000 NB, 0040 CE (NB CE. 14 IL)
09.13.10	Spud. Drl 12-1/4" hole to 925. Lost 600 bbl fresh water. SD. Reported water flow: 1.25 BPM (8.3 ppgfresh water)
	Set 8-5/8", 24#, J-55 csg @ 914. Cmt w/ 570 sx (163 bbl). Circ 241 sx (75 bbl) to surface.
09.14.10	Drl 7-7/8" hole: 925-935. Run FIT. EMW: 15.7 ppg (Rustler).
	Drl 7-7/8" hole: 935-1070
09.15.10	Drl 7-7/8" hole: 1070-2775
09.16.10	Drl 7-7/8" hole: 2775-3629
09.17.10	Drl 7-7/8" hole: 3629-4176 TD. Reported 10 BPH water flow (@ TD???depth not reported)
09.18.10	Set 5-1/2", 17#, J-55 csg @ 4159 w/ ECP positioned @: 839-856. Cmt w/ 760 sx (282 bbl). Circ 103 sx (47 bbl) to surface.
09.22.10	Run cased-hole logs. PBD: 4108 (ECP: 832-868 w/ pack-off: 840-856)
	Initial Completion
09.28.10	Perforate @ 3 spf.
	Grayburg (Grbg6): 3858-3869 (11 ft.: 33 holes)
	3875-3917 (42 ft.: 126 holes)
	3922-3932 (10 ft.: 30 holes)
	Upper San Andres (SA7U): 3952-3975 (23 ft.: 69 holes)
	3976-3999 (23 ft.: 69 holes)
	Upper San Andres (SA7L): 4019-4064 (45 ft.: 135 holes)
	4066-4090 (24 ft.: 72 holes)
09.29.10	PU & RIH w/ tbg, PKR & RBP. Set RBP @ 4097. Test ② 500#. Set PKR @ 4007.
	Open PKR by-pass. Displace tog to PKR w/ acid (23.2 lbbl: 20% HCl). Close by-pass.
	Acd SA7L (4019-4090): Breakdown @ 4306#. Pump cum total of 30 bbl 20% HCl: 4 BPM-2008#. Comm. Flush w/ 5 BW.
	Re-set PKR @ 3944. Acd SA7U & SA7L (3952-4090). Pump cum total of 95 bbl 20% HCl: 4 BPM-1800#. Comm. Flush w/ 5 BW
	Re-set PKR @ 3847. Acd Grbg & SA (3858-4090). Pump cum total of 274 bbl (11,500 gal) 20% HCl & 3200 gal 15% HCl
	Flush w/ 42 bbl (fresh wtr). P(avg): 1700#. AIR: 4 BPM. ISIP: 1380# (grad.: 0.8 psi/ft).
	Open well. Well on vac. Rel PKR. RIH & retrieve RBP. Start out of hole.
	NOTE: Grayburg & San Andres in communication behind 5-1/2" casing
09.30.10	Fin POOH w/ tbg, PKR & RBP. RIH w/ inj PKR w/ POP & 2-3/8", 4.7#, J-55 IPC inj tbg w/ OFT (1.875" XN).
	Set PKR @ 3807. Rel from OFT. SION.
10.01.10	Circ well w/ 100 bbl PKR fluid. ND BOP. NU well. Chart tbg-csg annulus @ 550#-40 min. RD.
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	Workover: Data Acquisition
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05.11.11	SITP:	180#. MI & R	U slickline & lu	ubricator. RIH	w/ prs record	ler. Make folk	owing 2 min. gradient stops:
,	1 1	<u>Depth</u>	psiq	psiq/ft	<u>I(F)</u>	<u> I(F)/ft</u>	
	- 1	surf	179.84		86.51		<u>, </u>
	1 1	500	183.63	0.0076	75.51	-0.0220	<u>†</u> .
	1 1	1000	186.36	0.0055	73.25	-0.0045	
	1	1500	235.28	0.0978	76.56	0.0066	
	1.]	2000	466.21	0.4619	79.09	0.0051	
]]	2500	700.21	0.4680	81.50	0.0048	
		3000	939.82	0.4792	84.07	0.0051	
]	3200	1030.48	0.4533	85.19	0.0056	
]	3400	1124.58	0.4705	86.19	0.0050	. ` `
		3500	1172.02	0.4744	86.76	0.0057	
	<u>.</u>	3600	1218.91	0.4689	87.30	0.0054	
]]	3700	1266.27	0.4736	87.92	0.0062	
]]	3800	1313.21	0.4694	88.47	0.0055	
]]	3900	1359.26	0.4605	88.71	0.0024	
	RIH to	3975 to clear	PKR (PKR @	3807; PBD:	4108). POOH	l & RD slicklin	e. Leave well SI.
,							·
							,
	Worko	ver: Obtain C	<u>BL</u>				
04.02.12	SITP:	500# (est BH	P: 2350#@0	RMSL). Atter	mpt to set plu	g in OFTw/ 1.	875" XN nipple. Unable to pass through master valve
	"n	naster valve v	vas heavy dut	y w/ plastic co	ating IDto	o small for tbo	g plug"
	Kill wel	l w/ 10# brine	. ND well. NU	BOP. Rel fro	m OFT. Circ	10 bbl 10# bri	ne. Engage OFT. Rel PKR. POOH w/ tbg & PKR.
04.03.12	RU win	eline. Install l	ubricator. RIH	w/ GR/CBL.	Гад @ 4082 (btm perf: 409	0; PBD 4108). Log from 4080 to surface. RD wireline.
	su	rf-1300: exce	llent bond				
•	13	00-2050: poo	r to very poor	(no) bond			
	20	50-4082: exc	ellent bond				·
	. NO	TE: CBL-ind	icated ECP: 8	31-867; pack-	off: 839-856		
	RIH w/	new PKR w/	POP & 2-3/8"	4.7#, J-55 IF	C inj tbg w/ C	OFT. Test tbg	below slips @ 3000#. Set PKR @ 3807. Rel from PKR. SION.
04.04.12	Circ we	ll w/ 110 bbl 1	fr wtr PKR flui	d. Engage OF	T. Chart tbg-	csg annulus (② 540#-30 min. Prs tbg & shear POP @ 2000#.
	Perform	n mini-step ra	te test:				
i	Pu	mp 3 min. @	0.25 BPM. P(init): 400#. P(3 min): 500#		
	Pu	mp 3 min. @	0.50 BPM. P(init): 500#. P(3 min): 600#		
	Pu	mp 3 min. @	1.00 BPM. P(init): 570#. P(3 min): 740#		·
		,					
	Average	e Injection:					
10.2012	26 B\	VIPD @ 214	5#				
11.2012	34 B\	WIPD @ 2114	1#				
12.2012 ·	35 B\	WIPD @ 2096	5#				
01.2013	28 B\	WIPD @ 1745	5#	•			