Oil Cons. N.M. DIV-Dist. 2 1301 W. Grand Avenue Artesia. NM 88210

UNITED STATES FORM APPROVED Form 3160-5 dget Bureau No. 1004-0135 (June 1990) DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NM-911 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT-" for such proposals 7. If Unit or CA. Agreement Designation SUBMIT IN TRIPLICATE I. Type of Well Gas Well 8. Well Name and No. 2. Name of Operator El Paso "3" Federal No. 1 Fasken Oil and Ranch, Ltd. 9. API Well No. 30-015-20906 3. Address and Telephone No. 1112 SE! 2003 S 303 W. Wall, Suite 1800, Midland, TX 79701 (915) 687-1777 10. Field and Pool, or Exploratory Area Avalon; Wolfcamp (Gas) RECEIVED 1016 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) OCD - ARTESIA 11. County or Parish, State 2724' FNL, 2870' FEL, Unit K, Section 3, T21S, R26E Eddy, New Mexico CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Change of Plans Abandonment Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Dispose Water (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 work.)* Fasken Oil and Ranch, Ltd. proposes to plugback the El Paso "3" Federal No. 1 from the Atoka and Strawn and complete the well in the Wolfcamp. Please see the attached procedure for details. LES BABYAK PETROLEUM ENGINEER 14. I hereby certify that the foregoing Regulatory Affairs Coordinator 9/17/2003 Title Approved by _______ if any: Date Title 18 U.S.C. Section 1001, makes 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

Recomplete EL PASO 3 FED. NO. 1 AFE # 739

OBJECTIVE: Abandon Strawn and Atoka production & Add Wolfcamp

production.

WELL DATA:

13-3/8" 48# H-40 casing: Set at 346', cement circ.

8-5/8" 24 K-55 casing: Set at 2267' cement circ.

5-1/2" 17 & 20# N-80 casing: Set at 10,997', TOC @ 6800'.

Surface to 1450' 17# N-80 Buttress 1450' – 8448' 17# N-80 LT&C

8448' - 10,997' 20# N-80 LT&C

Pkr 5-1/2"x2-3/8"Arrowset 1 10K: Set at 9946' w/TOSSDw/1.781' "F" profile

Tubing Detail: 2 jts 2-3/8" EUE 8rd N-80

Otis X/O sliding sleeve

315 joints 2-3/8" EUE 8rd N-80 tubing

Tubing perforated at 9725'-30' with strip gun.

Perfs: Strawn: 9847'-55', 9910'- 22' (Oct. 1973)

Atoka: 9988'- 93',10,069' - 74' (Nov. 1993)

Morrow: 10,708' – 10,726' (Oct. 1973)

KB: 15.4' TD: 11.240'

PBTD: 10,480' Jan. 93 set CIBP w/ 2sx cement on top. (Original PBTD

10,945'.)

1. Dig and line work over pit and lay blooie line from well head to pit.

- 2. RUPU and pump truck and kill well with 40 bbls 3% Kcl water. NDWH and NU BOP. Release Arrowset packer and POW with tubing and packer. X-mas tree will need to be sent in to shop for inspection.
- 3. RUWL and RIW with 5-1/2" CIBP and set at 9797' and dump 35' Class "H" cement on top for new PBTD of 9762'.
- 4. Open 8-5/8" x 5-1/2" annulus, use caution gas could contain H2S. Test inside of 5-1/2" casing to 500 psi for 15 minutes. (June 1993 had 5-1/2" casing leak and communication between 8-5/8" x 5-1/2" annulus.) Obtain a pump in and leak off rate and call Midland office. Monitor the 8-5/8" x 5-1/2" annulus for flow.
- 5. RU tubing testers and RIW with WL entry guide, 5-1/2" x 2-3/8" Arrowset 1 10K packer w/ 1.781" "F" profile nipple, TOSSD and tubing testing to 9000 psi above slips. Set packer at 8260' +/-.
- 6. Release TOSSD from packer, RU pump truck and reverse circulate well with 160 bbls 3% Kcl water containing corrosion inhibitor, oxygen scavenger and BJ's ClayMaster 5C. Engage TOSSD onto packer and test down tubing to 2500 psi to check packer for leaks.
- 7. ND BOP and NU rebuilt WH landing tubing in 15,000 pts compression. RU swab and swab fluid level down to 6000' FS.
- 8. RUWL and 5000 psi lubricator. Perforate Wolfcamp with 1-11/16" strip gun 0° phased 1 JSPF at 8320'-8340' (21 holes) by Schlumberger Perforating Depth Control log dated 10-4-73.

- 9. Flow well to pit to clean up and evaluate for further stimulation. May need to swab well to get kicked off.
- 10. If further stimulation is required RU BJ Services. Stimulate (zone is mostly limestone, no sand logged) with 1500 gal 15% NEFE acid + 32- 7/8" 1.3 s. g. ball sealers evenly spaced for diversion. Max surface pressure is 2500 psi. Flush with 3% KCL water containing NE-13 surfactant. BJ Additives are:

0.5 gal/M Clay Master-5C 2 gal/M FAW-18w, surfactant 2gal/M NE-13, Non-emulsifier 1 gal/M Cl-27, organic inhibitor 6 gal/M Ferrotrol-270L 2gal/M Ferrotrol-271L

- 11. Flow or swab load back to pit and return well to sales.
 - A. Surface equipment upgrades may be necessary.

Mtj/9-8-03