UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

Lease Designation and Serial No. RECEIVED Contract 111

6. If Indian, Allottee or Tribe Name Jicarilla

7. If Unit or CA, Agreement Designation

SUNDRY NOTICES AND REPORTS ON WELLSHINGTON 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

SUBMIT IN TRIPLICATE 1. Type of Well X Oil Gas Other 2. Name of Operator D.J. Simmons Co. Address and Telephone No. 1009 Ridgeway Place. Suite 200, Farmington NM 87401 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1980' FSL x 950' FEL, Section 7, T24N, R4W

8. Well Name and No.

Jicarilla H #116 9. API Well No.

30-039-22161

10. Field and Pool, or Exploratory Area Otero/Chacra

11. County or Parish, State Rio Arriba County, New Mexico

CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION ☐ Abandonment Change of Plans X Notice of Intent X Recompletion ☐ New Construction X Plugging Back ☐ Non-Routine Fracturing ☐ Subsequent Report Casing Repair ☐ Water Shut-Off Altering Casing ☐ Conversion to Injection ☐ Dispose Water ☐ Final Abandonment Notice □ Other (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 depth for all markers and zones pertinent to this work.)*

D.J. Simmons, Inc. (DJS) has determined that the production casing integrity has been breached, probably by corrosion, below 3268'. DJS intends to plug the well back and re-complete in the Chacra as per the attached procedure. A well bore diagram is also attached.

CONDITIONS OF APPROVAL

	Adhere to previously les	rued stipulations.
14. I hereby certify that the foregoing is true and correct		
Signed Role Robert R. Griffee	Title Operations Manager	Date: 10/07/04
(This space for Federal or State office use)		
Approved by Mayor warne	Title Pet. Eng. Dat	e 10-15-0x
Conditions of approval, if any:	•	
PLEASE REFER TO CHANGES	S MADE IN RECOMPLETION	PROCEDUCES
Title 18 U.S.C. Section 1001, makes it a crime for any per- States any false, fictitious or fraudulent statements or rep	son knowingly and willfully to make to any departmen	

See Instruction on Reverse Side

SEE ATTACHED FOR NMOCD CONDITIONS OF APPROVAL



DI SIMMONS, INC.

1009 Ridgeway Place Suite 200 Farmington, New Mexico 87401

505-326-3753 505-327-4659 FAX info@djsimmonsinc.com www.djsimmonsinc.com Date: 10/05/2004

Jicarilla H #116 Chacra Re-completion Procedure

Prepared by: R. Griffee

Refer to attached well bore diagram. Formation tops on diagram were Arco's original picks. Corrected DJS tops, by Lisa Gusek, are listed below.

- 1. MIRU Franks Rig 1. ND well head, NU BOPE.
- 2. TOH with 2 3/8" tubing. Replace any questionable or thin joints.
- 3. TIH with SN on bottom to 7100'.
- 4. Drop standing valve and pressure test tubing to 2000 psi.
- 5. TOH.
- 6. PU cement retainer. TIH and set retainer at 6910'.
- 7. RU Schlumberger. Establish injection rate with water. Pump Plug #1 Dakota. Squeeze under retainer with 45 sks class 'G'. Sting out of retainer. Spot 10 sk class 'G" balanced plug on top of retainer.
- 8. TOH.
- 9. PU cement retainer. TIH and set retainer at 5903'.
- 10. Establish injection rate with water. Pump Plug #2 Gallup. Squeeze under retainer with 50 sks class 'G'. Sting out of retainer. Spot 10 sk class 'G" balanced plug on top of retainer.
- 11. TOH.
- 12. RU Blue Jet. Run CBL log from 3750' to TOC (correlate to original open hole porosity log for later perforating). Perforate 2 squeeze holes at 4360' and 2 squeeze holes at 4260'. RD Blue Jet.
- 13. PU test packer. TIH and set packer at 4250. Establish circulation down tubing under packer, through squeeze holes at 4360, up casing hole annulus, back into casing through squeeze holes at 4200, up casing tubing annulus, and out casing valve. Release packer. TOH.
- 14. PU cement retainer. TIH and set retainer at 4250'.4200
- 15. Pump plug #3 MesaVerde. Suicide squeeze under retainer with 70 sks class 'G'. Sting out of retainer. Spot 10 sk class 'G' balanced plug on top of retainer.
- 16. TOH w/ 10 stands. Reverse circulate out tubing.
- 17. Evaluate CBL run in step 12. Determine if further squeeze work is required through Chacra interval. Design and perform additional squeeze work if needed.
- 18. WOC 12 hours from step 16 or 17 before proceeding. Observe if hole stays full. If hole does not stay full, a bridge plug may be required.
- 19. RU casing crew and run 550' +/-, 4", 9.5 ppf, J55, flush joint liner (ultimate flush joint connection). Run guide shoe on bottom and float collar one joint from bottom. Install Baker liner hanger on top with 3 ½" tie back sleeve. Run liner in hole on 2 3/8" tubing. Set shoe at 3750', top of liner at 3200'.
- 20. Hang liner. RU Schlumberger. Cement liner in place with 30 sks Class 'G'. Pump cement at 1.5 bpm max, or as recommended by Schlumberger to keep placement pressures as low as possible. Release setting tool. TOH 10 stands. Reverse out cement.
- 21. WOC a minimum of 72 hours, or as indicated by pilot testing. Cement hardness much reach maximum before proceeding.
- 22. PU special O.D. bit from Knight Oil Tools and 500' of 1 ½", 4.93 ppf, MT tubing (Knight rental). RIH on 2 3/8" tubing. Clean out liner top and clean out to PBTD.
- 23. TOH.
- 24. TIH with tubing string described above, open ended. Spot 75 gals 7 ½ % HCL across Chacra perforation interval. TOH.

DJ SIMMONS, INC.

- 25. RU Blue Jet. Perforate with 4 jspf as follows: 3548' 3552', 3562' 3566', 3574' 3580', 3586', 3610', 3618', 3643', 3654' 3656', 3658', 3662' 3667', and 3674' 3678'. R.D. Blue Jet.
- 26. PU 3 1/2" frac string. TIH and tie back into 4" liner.
- 27. RU Schlumberger and Stinger. Pressure up backside above liner top to 100 psi. Monitor pressure throughout frac job.
- 28. Frac well as per Schlumberger procedure with 65Q, N2, ClearFrac fluid.
- 29. RD Schlumberger.
- 30. Flow well back and clean up. Perform production test as required.
- 31. Release and POOH with 3 1/2" frac string.
- 32. TIH with 2 3/8" tubing with SN one joint from bottom. Land tubing at 3674' +/-.
- 33. ND BOPE, NU well head.
- 34. Release well to production.

4" Ulitimate Flush Joint Liner Data

O.D. of connection and tube = 4" I.D. = 3.476" wt = 9.5 ppf grade = J55 Setting liner in 5 ½", 15.50 ppf, J55 casing. ID = 4.950" 2 3/8" tubing coupling O.D. = 3.063"

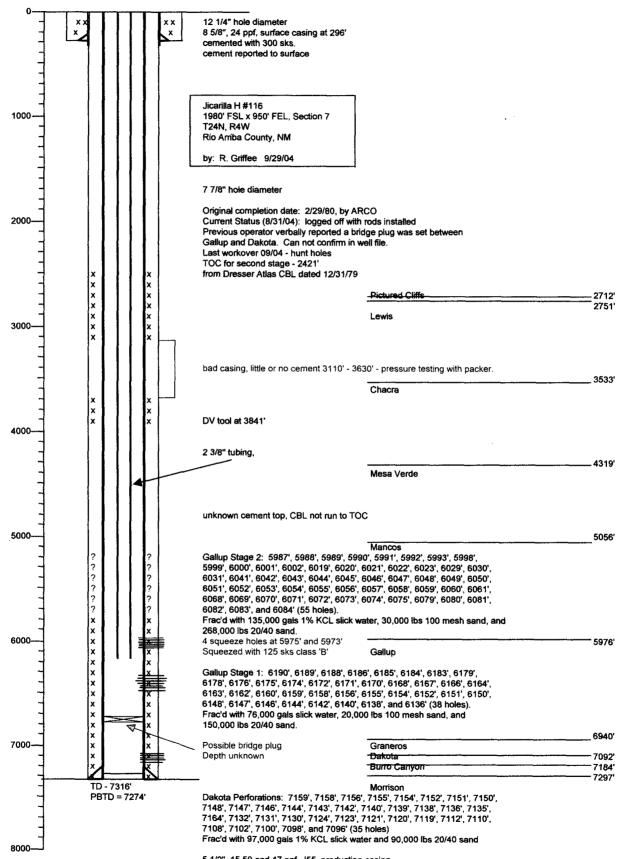
1 1/2", 4.93 ppf, MT Tubing Data

Tool joint OD = 2", make-up torque = 950, T = 114,000 lbs, YP = 23,579 psi

Formation Tops

FORMATION

TOP	Depth (RKB)		
Base Ojo	2360'		
PC	2680'		
H. Bent	3068'		
Chacra	3474'		
MV	4302'		
P Lookout	4863'		
Mancos	5050'		
Gallup	5953'		
Graneros	6938'		
Dakota	6960'		
Bur Cyn	7208'		



5 1/2", 15.50 and 17 ppf, J55, production casing set at 73169' (bottom 1371.25', 33 its of casing is 17 ppf). Cemented with 650 sks in two stages

Submit 3 Copies To Appropriate District	State of New	Mexico	Form C-103			
Office District I	Energy, Minerals and Natural Resources		May 27, 2004			
1625 N. French Dr., Hobbs, NM 88240			WELL API NO. 30-039-22161			
<u>District II</u> 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION DIVISION		5. Indicate Type of Lease			
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St.		STATE FEE			
District IV	Santa Fe, NN	A 87505	6. State Oil & Gas Lease No.			
1220 S. St. Francis Dr., Santa Fe, NM 87505			Contract 111			
	CES AND REPORTS ON WE	LLS	7. Lease Name or Unit Agreement Name			
(DO NOT USE THIS FORM FOR PROPO DIFFERENT RESERVOIR. USE "APPLIC PROPOSALS.)			Jicarilla H			
1. Type of Well: Oil Well	Gas Well Other		8. Well Number 116			
2. Name of Operator			9. OGRID Number			
D. J. Simmons, Inc.		······································	5578			
3. Address of Operator	inatan Manina		10. Pool name or Wildcat			
1009 Ridgeway P. Suite 200, Farm	ington, New Mexico		Otero Chacra			
4. Well Location						
	eet from the South line and					
Section 7 Townsh	ip 24N Range 4W		Rio Arriba			
	11. Elevation (Show whether					
Pit or Below-grade Tank Application of			A CONTRACTOR OF THE CONTRACTOR			
Pit type production Depth to Groundwat		h water well > 100' Distance	e from nearest surface water > 100'			
, , ,	ow-Grade Tank: Volume N/A bl					
12. Clieck A	Appropriate Box to Indica	ie maiure of monce,	Report of Other Data			
NOTICE OF IN	TENTION TO:	SUB	SEQUENT REPORT OF:			
PERFORM REMEDIAL WORK	PLUG AND ABANDON 🔲	REMEDIAL WOR				
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DR				
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMEN	T JOB			
⊠OTHER: Plug Back / Recomplet	e	OTHER:	П			
			d give pertinent dates, including estimated date			
of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion						
or recompletion.						
			been breached, probably by corrosion, below			
			attached procedure. A well bore diagram is ill be closed per NMOCD guide lines.			
<u> </u>		and works vor pass a re-	in or closed per range of guide inies.			
I hereby certify that the information	above is true and complete to t	he best of my knowledg	ge and belief. I further certify that any pit or below-			
grade tank has been/will be constructed or	closed according to NMOCD guidel	ines ⊠, a general permit □	or an (attached) alternative OCD-approved plan .			
SIGNATURE / Co	R. TITL	E: Operation Manager	DATE October 7, 2004			
Type or print name Robert R. Griff						
For State Use Only	cc L-man address. Ignifice	այցուսուսոցուշար 1	elephone No. 303 320- 3/33			
APPROVED BY: Conditions of Approval (if any):	TITL	E	DATE			
Conditions of Approval (if any):						

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised June 10, 2003 Submit to Appropriate District Office State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-039-2216		3 Pool Name Otero/ Chacra			
⁴ Property Code 26790		⁵ Property Name Jicarilla H #116			
OGRID No.	³ Oį	⁸ Operator Name			
5578	DJ S	DJ Simmons, Inc 6729			
J	1		l		

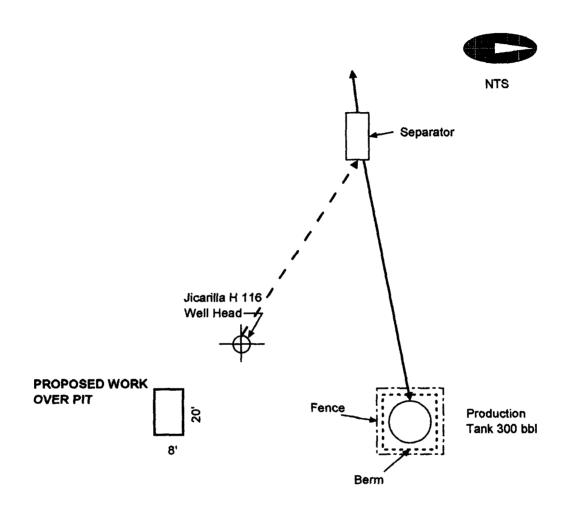
¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	7	24N	4W		1980	South	950	East	Rio Arriba
¹¹ Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No. 160

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16		09.00		17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature Robert R. Griffee Printed Name Operations Manager rgriffee@djsimmonsinc.com Title and E-mail Address OCT 7, 2004 Date
	Section 7		950 1	18SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. NOTE: Orginal Survey Date Junel 5, 1979 By James P Leese Date of Survey Signature and Seal of Professional Surveyor:





DJ SIMMONS, INC.

1009 Ridgeway Place, Ste.200 Farmington,NM 87401 PH. 505 326 3753 FAX. 505 327 4659 Reviewed: KM Approved: RRG

Drawn: CDS Date: 09/07/04

Pit Location Map

Jicarilla H 116 Sec 7, T24N, R4W 1980' FSL x 950' FEL Rio Arriba County, New Mexico

BLM CONDITIONS OF APPROVAL

Operator D.J. Simmons Co.

Well Name <u>Jicarilla H # 116</u>

Legal Location 1980 FSL / 950 FEL

Sec 7, T. 24N, R. 4W

Lease Number <u>Contract #111</u>

- 1 Pits will be fenced during workover operation
- 2. All disturbances will be kept on existing pad.
- 3. Pits will be lined with an impervious material at least 12 mils thick.
- 4. Empty and reclaim pit after work completed.