Form 3160-5 (August 1999)

UNITED STATES
DEPARTMENT OF THE INTERIOR
HIREALLOF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

5. Lease Serial No.

SUNDRY NOTICES	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.					6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side					7. If Unit or CA/Agreement, Name and/or N N/A	
Type of Well				8. Well Name	and No.	
Oil Well X Gas Well Other Name of Operator					# 1	
ه مساهرونم در سد	CTO Energ	•••		9. API Well N	^	
Address		Plone No. (include	area code)	30-045-10866		
P.O. Box 552 Midland, TX 79702		915-687-8357	<u></u>	10. Field and Pool, or Exploratory Area		
Cocation of Well (Footage, Sec., T., R., M., or Survey L	Description)			Blanco Mes	averde	
Sec. 7, T-13-N, R-12-W 990' FSL & 990' FWL					11. County or Parish, State	
San Juan Co. N.M.				San Juan N.M.		
12. CHECK APPROPRIATE	BOX(ES) TO INDIC	ATE NATURE OF	NOTICE, REI	PORT, OR OTH	HER DATA	
TYPE OF SUBMISSION		Т	YPE OF ACTION	1		
X Notice of Intent	Acidize	Deepen	Production	on (Start/Resume)	Water Shut-Off	
	Alter Casing	Fracture Treat	Reclama	tion	Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recompl	ete	Other	
Final Abandonment Notice	Change Plans	Plug and Abandon	Tempora	rily Abandon		
That Availdonnent Pouce	Convert to Injection	Plug Back	Water Di	sposal		
New perfs will be f/ 4117' to 452 Acid and sand frac treatments wil			orkover		2001 MAR	
procedure.						
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		OCT 2003			3	
		001 2003	$\mathcal{C}_{\mathcal{C}_{\mathcal{C}_{\mathcal{C}_{\mathcal{C}}}}}$? :	
					20	
4. I hereby certify that the foregoing is true and correct Name (PrintedTyped) Jerry Fletcher		Title Engi	neer Tech.			
Som Flitethin		Date 3/24/0		<u> </u>	XEDTES	
THIS	S SPACE FOR FEDE	1 ' '		A(CEPTED FOR RECO	
Approved by		Title		D	ate JUL 2 2 2003	
Conditions of approval, if any, are attached. Approval of this notice does not we certify that the applicant holds legal or equitable title to those rights in the subwhich would entitle the applicant to conduct operations thereon.				F.	ARMINGTON FIELD OFFIC	
Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section States any false, fictitious or fraudulent statements or rep	on 1212, makes it a crime fo					

WORKOVER PROCEDURE

OWENS #1

Kutz Canyon Field 990' FSL & 990' FWL, Sec. 7, T31N, R12W San Juan County, New Mexico

Date: March 14, 2001

Purpose: Add Menefee Pay

GWI: 50.6%

KB: 5895'

TD: 6807'

AFE #: 591201

AFE Days: 8

NRI: 44.3%

GL: 5883'

PBTD: 4980'

AFE Amount: \$137,500

Surface Casing:

10-3/4" 32.75# H-40 @ 216' cmt'd w/ 225 sks (circulated)

Production Casing: 7" 23# J-55 @ 5000' cmt'd w/ 150 sks (TOC @ 3990' by TS)

[Drift = 6.241" 80% Burst = 3488 psi]

Tubing:

~142 jts 1.9" 2.9# 10rd EUE tubing @ 4680' w/ 1.375" SN on bottom

Perforations:

Mesaverde (Point Lookout): 4576'-4816' (226 holes)

Anticipated BHP:

±500 psi in the Point Lookout

±1800 psi (estimated original pressure) in the Menefee

Comments:

1) Use 2% KCl (no substitutes) in all workover fluids

2) Use 3-1/2" 9.3# N-80 tubing (Drift = 2.867", 80% Burst = 8128 psi) as frac string

3) Will need ~4900' of 2-3/8" 4.7# J-55 production tubing on location at start of workover to

replace the 1.9" now in the well

PROCEDURE

1. Inspect location and improve if necessary. Install and test safety anchors to 22,500#.

- 2. MIRU PU. Kill well. ND wellhead. NU 7-1/16" BOP as per Mid-Continent Region's "Workover and Completion Guidelines". Function test BOP. POOH laying down 1.9" production tubing. RIH with 7" RBP on 2-3/8" production tubing. Set RBP @ ±250'. Test pipe rams to 1500 psi. Release from plug and POOH. Test blind rams to 1500 psi. RIH and pull RBP. RIH with 6-1/4" bit and 7" casing scraper to PBTD 4980'. POOH.
- 3. RU electric line. RIH & set 7" CIBP at 4550'. POOH. RIH with 7" test packer. Set packer @ ±4050' & pressure test CIBP to 1500 psi. POOH with packer.
- 4. RU electric line. NU & test lubricator to 1500 psi. Run GR-CCL log and correlate to Welex Radioactivity log dated 9/30/57 & 10/4/57. RIH with 4" casing guns loaded 1 SPF with premium charges & perforate the Menefee as follows: 4117', 46', 83', 97', 4252', 72', 81', 4327', 33', 37', 43', 4410', 13', 17', 25', 34', 37', 76', 81', 83', 4509', 12', and 23' (23 shots). POOH & RD EL.
- 5. Change pipe rams to 3-1/2". RIH with 7" treating packer on 3-1/2" workstring. Hydro-test tubing below slips to 7000 psi. Set packer @ ±250'. Test pipe rams to 1500 psi. Continue testing tubing in hole. Set packer @ ±4100'. Test tubing x casing annulus to 500 psi.
- 6. RU stimulation company. RU for immediate flow back. Hold safety meeting. Test lines to 7000 psi. Hold 500 psi on tubing x casing annulus during stimulation. Break down perfs with 500 gals 15% HCl and 35 Bio-balls. SI for ~1 hour to allow balls to dissolve, then surge balls off perfs. Stimulate Menefee perfs as per recommendation @ 40-45 BPM with 75,000# of 20/40 sand. Limit maximum treating pressure to 6000 psi. Flow back well immediately between 1 and 2 BPM. If flow rate is less than ½ BPM then attempt to slowly pump one tubing volume of clean fluid into well and SI until well is dead. RD stimulation company. Continue flowing well until it dies or cleans up.
- 7. Obtain SITP. RIH with sinker bar and tag sand. Release packer and POOH laying down work string. Change pipe rams to 2-3/8". RIH with 7" RBP and test pipe rams to 1500 psi. POOH.
- 8. RIH with bit on 2-3/8" tubing and drill out CIBP @ ±4550'. CO to PBTD. POOH laying down DC's and bit. (Note: Expect gas bubble and/or loss of hydrostatic head when CIBP is drilled out).
- 9. RIH with notched collar, mud joint and seating nipple on 2-3/8" production tubing. CO to PBTD @ 4980'. Land EOT @ ±4800'. ND BOP. NU wellhead. Jet or swab well in as necessary. RD PU. Turn well over to production.

XC: M. D. Bidwell K. C. Holt

R. Skinner

W. S. Landon B. Teller

R. G. Fletcher

P. M. Hedderman R. J. Longmire Well File