submitted in lieu of Form 3160-5

UNITED STATES **RCUD NOV 28'07** DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** OIL CONS. DIV. DIST. 3 Sundry Notices and Reports on Wells Lease Number 5. RECEIVED NMSF-080781 Type of Well 6. If Indian, All. or NOV 2 6 2007 Tribe Name **GAS** 7. **Unit Agreement Name** Bureau of Land Management Name of Operator Farmington Field Office Burlington Resources Oil & Gas, LP 8. Well Name & Number Address & Phone No. of Operator Cain #22 PO Box 4289, Farmington, NM 87499 (505) 326-9700 9. API Well No. 30-045-25037 Location of Well, Footage, Sec., T, R, M 10. Field and Pool Blanco MV / Basin DK Unit C (NENW), 7909, FNL & 790, FWL, Sec. 31, T29N, R9W, NMPM 11. **County and State** San Juan, NM 12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA Type of Submission Type of Action X Notice of Intent Change of Plans X Other - Commingle Abandonment Recompletion New Construction Plugging Subsequent Report Non-Routine Fracturing Casing Repair Water Shut off Final Abandonment Altering Casing Conversion to Injection 13. Describe Proposed or Completed Operations Plans are to complete the Cain 725S, but first we need to verify that the Cain #22 has stable casing so the frac'ing procedure won't interfere with the Cain #22 production since the wells are twinned. The work to commingle the subject well will proceed us completing the Cain #725S well. See the attached procedure Burlington will be using to commingle the MV & DK production from this well. The work will not be conducted until the DHC application has been submitted and approved. 14. I hereby/certify that the foregoing is true and correct. Patsy Clugston Title Sr. Regulatory Specialist Date

CONDITION OF APPROVAL, if any:

Title 18 U S C Section 1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(This space for Federal or State Office use)

APPROVED BOriginal Signed: Stephen Mason



Title

Date NOV 2 7 2007



2007 Wellbore Prep PROCEDURE

Cain # 22

790` FNL, 790` FWL Unit D Section 31, T29N, R09W San Juan, New Mexico

Basin DK/ Blanco MV

DK/MV Network #: TBD

IMA: Delthood 11/21/200

Prepare / Production Engineer

I CU.

Approve / Completion Superintendent

Burlington Resources Cain # 22 Wellbore Prep Procedure Page 2 of 3

DIRECTION TO LOCATION:

From the intersection of US Hwy 64 & US Hwy 550 in Bloomfield, NM, travel Southerly on US Hwy 550 for 1.0 miles to County Road #4990; Go left (Easterly) on County Road #4990 for 10.1 miles to fork in road; Go right (South-easterly) for 0.4 miles to fork in road; Go right (South-easterly) for 0.1 miles to fork in road; Go right (South-westerly) for 0.2 miles to fork in road; Go right (south-westerly) for 0.1 miles to stake location which overlaps an existing wellpad.

PROJECT OBJECTIVE:

This well is existing **DK/MV** producing well since **1982**, the well is producing from **dual string**, the **DK** production tubing was landed at **6554.12**° or (+/-188 Jts. 1 ½" of 2.9# J-55, EUE) and isolated by **Otis Permalatch Packer** which was set at **4471**° and **I.D** of **1.94**" with **8** x 1 ½" **EUE** pup and have **30,000**# **shear value over the tubing weight**. The **MV** production tubing was landed at **4371.69**° or (+/- 139 Jts. 1 ½" of 2.7# J-55 EUE). In order to complete the new drill well known **Cain** # **725S** Fruitland coal (UPE) which is only 35' FNL and 75 FWL from the existing well, a rig will be required to pull out the tubing strings from the **Cain** # **22**, and set **RBP**, pressure test the casing to **1000 psig** and monitor the pressure then run **CBL** log to confirm the **TOC** which believed to be at **4050**° (a **squeeze job might needed if the casing pressure test failed**). Once the operations above will be completed successfully then the tubing will be landed again for the **Cain** # **22** after the **Cain** # **725S** will be stimulated.

Note: In this well 2 DV tools were ran the bottom was landed from (4800') and the top DV tool was landed from (2300'). Correlate to the bottom DV tool if possible.

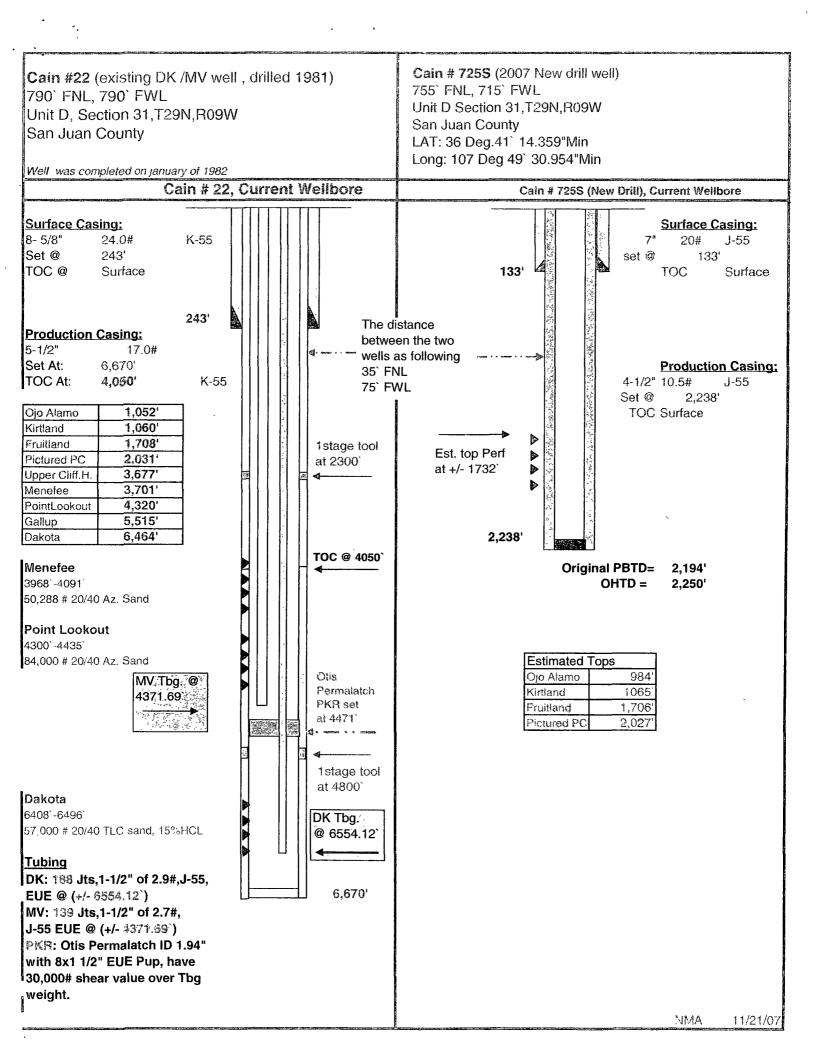
WELLBORE PREPARATION:

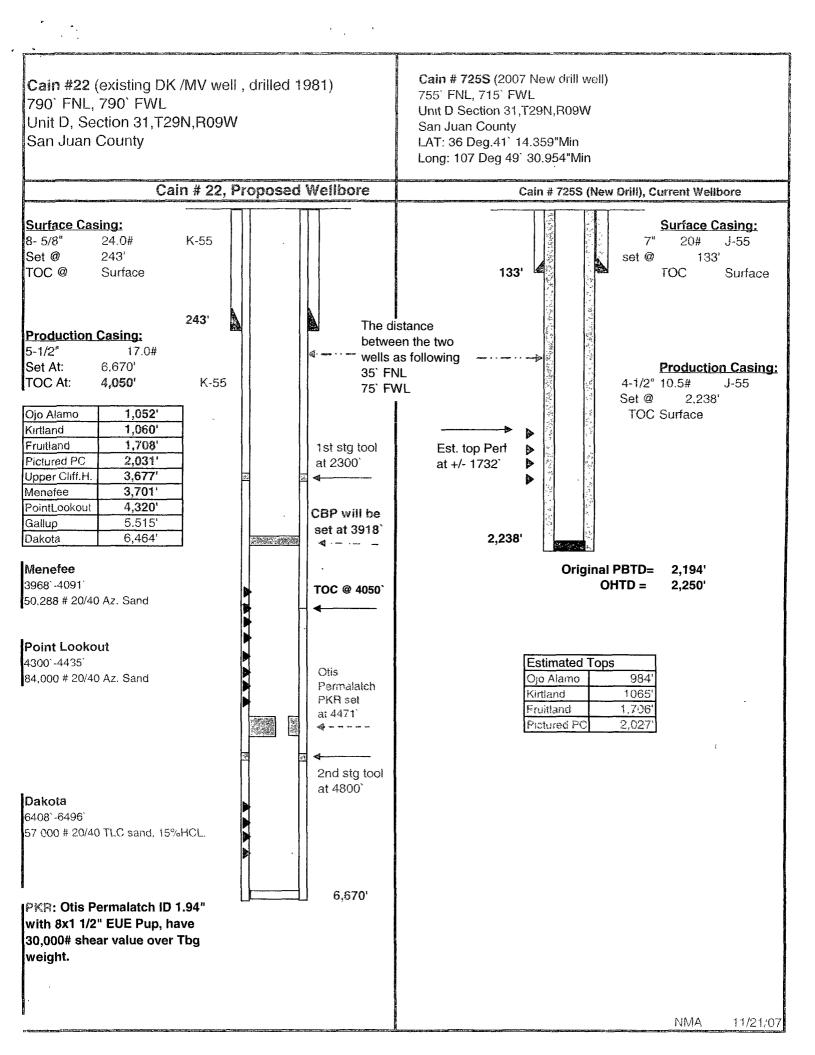
- 1. Hold pre-job meeting prior to any operational changes and/or new day's activities with rig supervisor and Wireline Company to review procedure.
- 2. MIRU completion rig. Comply with all COP, hBR, BLM, NMOCD rules and regulations. Record tubing and casing pressures. RU blow lines from casing valves and begin blowing down casing pressure.
- 3. Kill tubing pressure with 2% KCL. **ND wellhead assembly** and **NU BOP**. Change pipe rams and handling tools to 2-3/8". **RU bleed off line from BOP**. Repair or replace any leaking or damaged valves on wellhead.
- 4. Kill annulus by pumping down casing valve with 2% KCL and prepare to strip out tubing hanger. Back out jam nuts and remove tubing hanger. TOOH with MV tubing (+/- 4371.69° or +/- 139 Joints) tubing string. Visually inspect tubing string. LD tubing string and stage on location, out of the way. Report condition of tubing on Wellview report and type of scale, if any.
- 5. TOOH with DK Production tubing at (+/- 6554.12` or +/- 188 Joints) tubing string after shearing off the Otis Premalatch Packer which set at 4471` with 1.94" ID and 8x 1-1/2" EUE pup. Visually inspect tubing string. LD tubing string and stage on location, out of the way. Report condition of tubing on Wellview report and type of scale, if any.

Burlington Resources Cain # 22 Wellbore Prep Procedure Page 3 of 3

- 6. PU mill Bore ext. and 2 3/8" J-55 tubing, and fish packer out of the hole, clean out to bottom hole.
- 7. MIRU Wireline Company. Under Full lubricator, RIH with 5-1/2" CBP, set CBP @ +/- 3918` (+/- 50` above the Top Menefee Top Perf which is at 3698`.
- 8. NU. Wireline Company and TIH with GR/CBL/CCL, correlate to, (the top DV tool, landed at 2300'), and start logging from bottom DV tool depth to the surface. ND Wireline Company.
- 9. Verify the **TOC**, contact completion rig superintendents (Mr. James W, Lyle E.) / Mr. Wayne S. and completion engineer.
- 10. Load hole and pressure test the casing to 1000 psig for 15 minutes, monitor pressure closely and report any leak may notice, inform rig superintendent/engineer.
- 11. Wait on further instruction.

Note: Once the operations are completed for the Cain # 725S, the proposed for the Cain # 22 is to retrive the Packer, cleanout to PBTD, land single production tubing and have the DK/MV production commingled after the BLM approval are obtained. (See the attached drawing).





Cain # 725S (2007 New drill well) Cain #22 (existing DK /MV well, drilled 1981) 755` FNL, 715` FWL 790` FNL, 790` FWL Unit D Section 31,T29N,R09W Unit D, Section 31,T29N,R09W San Juan County San Juan County LAT: 36 Deg.41` 14.359"Min Long: 107 Deg 49` 30.954"Min Well was completed on january of 1982 Cain # 22, Proposed Wellbore Cain # 725S (New Drill), Current Wellbore Surface Casing: **Surface Casing:** 8-5/8" 24.0# K-55 J-55 20# Set @ 243' set @ 133' TOC @ 133' Surface TOC Surface 243' The distance **Production Casing:** between the two 5-1/2" 17.0# wells as following Set At: 6,670 **Production Casing:** 35° FNL TOC At: 4,050 K-55 4-1/2" 10.5# J-55 75` FWL Set @ 2,2381 1,052 **TOC Surface** Oio Alamo Kirtland 1,060' 1,708 Fruitland 1stage tool Est. top Perf Pictured PC 2,031 at 2300° at +/- 1732` Upper Cliff.H. 3,677 3,701 Menefee 4,320 PointLookout 5.515 Gallup 6.464 2,238 Dakota TOC @ 4050` Menefee Original PBTD= 2,194 3968`-4091` OHTD = 2,250' 50,288 # 20/40 Az. Sand Point Lookout 4300`-4435` 84,000 # 20/40 Az. Sand **Estimated Tops** 984' Otis Ojo Alamo Permalatch Kirtland 1065 PKR set Fruitland 1,706 at 4471' Pictured PC 2,027 1 stage tool at 4800° Dakota 6408`-6496` 57,000 # 20/40 TLC sand, 15%HCL, Propposed Tubing 6.670 **DK/MV Tubing: Expendable** check, seat nipple (SN), 1 (one) full joint of 2-3/8", 4.7#, J-55 tubing 2' pup joint and remaining 2-3/8" tubing. Tubing will be Landded @ 6470 NMA 11/21/07