Office	State of New Mexico Energy, Minerals and Natural Resources		Form C-103 Jun 19, 2008			
1625 N. French Dr., Hobbs, NM 88240			WELL API NO. 30-045-06462			
1301 W. Gland Ave., Artesia, 1441 00210			of Lease			
1000 Rio Brazos Rd. Aztec. NM 87410	St. Francis Dr.	STATE	FEE 🛛			
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 87505		s Lease No. E-1010-1			
SUNDRY NOTICES AND REPORTS ON	7. Lease Name or	Unit Agreement Name				
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPE DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM	Skelly State Com					
PROPOSALS.)  1. Type of Well: Oil Well Gas Well Other		8. Well Number #1				
2. Name of Operator		9. OGRID Number				
Burlington Resources Oil & Gas Company LP	14538					
3. Address of Operator	10. Pool name or Wildcat					
P.O. Box 4289, Farmington, NM 87499-4289		Basin Dakota				
4. Well Location		•				
	uth line and 1035	<del></del>	<u>East</u> line			
Section 16 Township 27N	Range 9W		an County			
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6152' GL						
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data						
NOTICE OF INTENTION TO:  PERFORM REMEDIAL WORK   PLUG AND ABANDON   REMEDIAL WORK   ALTERING CASING COMMENCE DRILLING OPNS.   P AND A CASING/CEMENT JOB   CASING/CEMENT JOB   POR A CASING/CEMENT DOS   P AND A CASING/CEMENT DOS						
OTHER: Casing Repair	OTHER:					
13. Describe proposed or completed operations. (Clearly state all pertinent details, and 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.						
Burlington Resources wishes to repair perform a casing repair of	on the subject well per the a	ttached procedure.				
Attached: wellbore schematic	, ,	-	CCVD DEC 22 '08 DIL CONS. DIV. DIST. 3			
Spud Date :	Rig Released Date:					
I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines, a general permit or an (attached) alternative OCD-approved plan						
SIGNATURE MURROY T	ITLE Regulatory S	specialist DAT	E 12/19/08			
Type or print name Tracey N. Monroe E-mail address monrotn@conocophillips.com PHONE: 505-326-9752						
For State Use Only  Deputy Oil & Gas Inspector,						
APPROVED BY: Tally G. Part TITLE Deputy On a Gas inspector,  DATE JAN 0 5 200						
APPROVED BY: Conditions of Approval (if any):  District #3  DATE JAN 0 5 2009						

## ConocoPhillips Skelly State Com 1 (DK) Casing Repair

### Lat 36° 34' 15.99"N Long 107° 47' 17.56"W

Prepared By:

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A. Bari

Date: 12/02/2008

Peer review/approved By:

Date: / /

Scope of work: The intent of this procedure is to perform MIT (isolate a possible casing leak, cement squeeze if a casing leak is found), replace bad tubing joints, cleanout fill to PBTD, and place the well back on plunger lift system.

**WELL DATA:** 

API:

300-450-6462-0000

Location:

1175 FSL and 1035 FEL (Unit P), Section 16 - T 27N - R 9W

PBTD:

**Perforations:** 6514' – 6530', 6548' – 6552', 6582' – 6610' (Dakota)

Casing:	<u>OD</u>	Wt., Grade	<u>Connection</u>	ID/Drift (in)	<u>Depth</u>
	<del>8-5</del> /8"	24.0#, J-55	-	8.097/7.972	173'
	4-1/2"	10.5#, J-55	-	4.052/3.927	6798'
Tubing:	2-3/8"	4.70#, J-55	EUE	1.995/1.901	6591'
F-Nipple:	2-3/8"			1.78	6590'

#### Well History:

The Skelly State Com 1 was drilled and completed as a Dakota well in 1964. In October 2008, a workover rig replaced plugged tubing joints, ran casing inspection log (indicated tight casing spots around 418' and 1260'), unable to pass RBP thru 418', set CIBP using wireline, performed MIT on the casing (casing tested good upto 535 psig), replaced the entire tubing string with yellow band tubing, and installed a plunger lift system. In November 2008, the swabbing unit pulled an average of 65 BWPD for five days and the fluid level kept rising to 500' from surface. The well is currently producing 0 MCFD. However, this well is capable of producing an average of 45 MCFD, 0.25 BPD condensate and 1.00 BWPD with a plunger lift system.

#### B2 Adapters are required on all wells other than pumping wells.

Artificial lift on well (type):

Plunger lift system currently installed

Est. Reservoir Pressure (psig):

~ 950 psig (DK)

Well Failure Date:

December 2007

Current Rate (Mcfd): 0 MCFD

Est. Rate Post Remedial (Mcfd): 45 MCFD

**Earthen Pit Required:** 

Special Requirements:

PU packer, drill bit for 4-1/2" casing. Schedule Blue Jet or

Weatherford wireline to set a CIBP at 6470'.

Production Engineer:

A. Bari

Office: (505) 324-5103 Cell: (505) 947-1822

**Backup Production Engr:** 

Jesse Hawkins Office: (505) 324-5177 Cell: (505) 270-6312

Area Foreman:

Steve Stamets

Cell: (505) 324-5124

Specialist:

Bobby Heinen

Cell: (505) 320-2615

MSO:

Jason Lusk

Cell: (505) 608-1879

# ConocoPhillips Skelly State Com 1 (DK) Casing Repair

#### Lat 36° 34' 15.99"N Long 107° 47' 17.56"W

#### PROCEDURE:

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- 1. Hold safety meeting. Comply with all NMOCD, BLM and ConocoPhillips safety and environmental regulations. No need to test rig anchors prior to moving in rig, since the last rig operation on this well was in October 2008.
- 2. MIRU. Check tubing, casing, and bradenhead pressures and record them in Wellview.
- 3. RU blow lines from casing valves and begin blowing down casing pressure. Kill the well with SRB treated 2% KCl if necessary. ND wellhead NU BOP.
- 4. PU and remove tubing hanger and tag for fill, adding additional joints as needed. PBTD is at 6725'. Record the fill depth in Wellview.
- 5. TOOH with tubing as follows:
  - 1- 2-3/8" 4.7# J-55 Tubing joint
  - 1- 2-3/8" x 2' pup joint
  - 209- 2-3/8" 4.7# J-55 Tubing joints
  - 1- 2-3/8" x 2' Pup Joint
  - 1- 2-3/8" 4.7# J-55 Tubing joint
  - 1- 2-3/8" OD (1.78" ID) F-Nipple
  - 1- 2-3/8" Muleshoe

Visually inspect the condition of the tubing and record findings in Wellview. While TOOH with the tubing, if scale, paraffin, or corrosion is found, notify Production Engineer.

- 6. There are tight casing spots (casing ID = 3.8") around 418' found by workover rig in October 2008. The rig was unable to pass RBP around tight spots. Therefore, set a CIBP @ 6470' using wireline. Load the well with 2% KCl water, perform MIT. TIH with packer, set the packer around 4500' and PT the CIBP, then, PT the casing to 500 psig. If a casing leak is found, immediately notify Rig Superintendent and Production Engineer, and isolate the casing leak within 100'. If no casing leak is found, notify Rig Superintendent and Production Engineer and further instructions.
- 7. **TIH** with 2-3/8" 4.70# J-55 tubing and cleanout fill to PBTD (6725') using Air package. If scale is on the tubing, spot acid. Contact Rig Superintendent and Engineer for acid volume, concentration, and tubing volume. Land the tubing as follows. The recommended tubing landing depth is 6592' and F-Nipple is 6591'.
  - 1- Muleshoe Expendable check
  - 1- 2-3/8" OD (1.78" ID) F Nipple
  - 1- 2-3/8" 4.70# J-55 EUE tubing joint
  - 1- 2-3/8" x 2' pup joint
  - ~209- 2-3/8" 4.70# J-55 EUE tubing joints
  - \*Use Pup Joints as necessary to achieve proper landing depth
  - 1- 2-3/8" 4.70# J-55 EUE Tubing Joint

8. Land tubing at 6592' (+/- 4'), run standing valve on shear tool, load the tubing with 2% KCl water, and PT to 1000 psig to ensure no holes in the tubing. Bleed off pressure, retrieve standing valve, and unload the well. ND BOPE, NU wellhead, and blow out expendable check. Blow the well dry using Air Package. Notify the MSO (Jason Lusk) that well is ready to be turned over to production. Make a swab run, if necessary, to kick off the well. RDMO.

DRIFT TEST PROCEDURE

**SAFETY NOTE:** To conform to COP well control manual, Sec 6.1, a barrier is required prior to performing below procedure. Where air units are being used, an expendable check is recommended; otherwise, a wireline set plug in profile nipple is recommended.

- 1. Set flow control in tubing. With air, on location, use expendable check. With no air on location, use wireline plug.
- 2. RU drift tool to a minimum 70' line. Drift tool will have an OD of at least the API drift specification of the tubing. (2.375" OD 4.70# EUE Tubing Drift ID = 1.90"), and will be at least 15" long. The tool will not weigh more than 10 lbs. and will have an ID bore the length of the tool, so fluids may be pumped through the tool if it becomes stuck.
- 3. Drop the tool into the tubing string and retrieve it after every 2 joints of tubing ran in hole. If any resistance to the tool movement is noticed, going in or out, that joint will be replaced.
- 4. In order to simulate the plunger lift operation, all equipment must be kept clean and free of debris.

The drift tool should be measured with calipers before each job, to ensure the OD is the correct size for the tubing being checked. The maximum allowable wear of the tool is .003"

Current Schematic - Revised ConocoPhillips Well Name: SKELLY STATE COM #1 Surface Legal Location NMPM,016-027N-009VV State/Paruli ce 3004506462 NEW MEXICO righal KB/RT Elevation (f) (II-Casing Flange Distance (II) B-Tobleg Hanger Distance (f) 6,152 00 6,164 00 12.00 \*\*\*\*\*\*\* Well Config . - SKELLY STATE COM:1, 12/3/2008:3.02 19 PM-(MD) RECORDS ARE UNCLEAR THIS WELL 12 BORE DIAGRAM IS APPROXIMATE TUBING, 2 3/8m, 4 70lbs/ft, J-55, 12 ftKB, 43 ftKB 43 TUBING SUB, 2 3/8in, 4 70lbs/ft, Casing Joints, 8 5/8in, 24 00lbs/ft, 12 ftKB, 172 ftKB J-55, 43 ftKB, 59 ftKB Surface Casing Cement: 12-173: \*\*\* 9/19/1964, Cemented with 100 sacks of Pressure cement TOC @ surface 172 (calculated with 75% eff.) Shoe, 8 5/8in, 24 00lbs/ft, 172 ftKB, 173 ,300 -Kirtland - Fruitland, 1,300 2,104 Pictured Cliffs, 2,104 -TUBING, 2 3/8in, 4 70lbs/ft, J-55, 59 ftKB, 6,556 ftKB 3,674 Mesaverde, 3,674 4 404 Point Lookout, 4,404 Mancos, 4,545 -3 466 Dakota, 6,466 -Hydraulic,Fracture, 10/1/1964, 3,514 Frac'd with 30,000# of 20/40 sand and 683 bbls, (28,700 gal), 3,552 of water 3,556 MARKER SUB, 2 3/8in, 4 70lbs/ft, J-55, 6,556 ftKB, 6,558 ftKB 3,558 TUBING, 2 3/8in, 4 70lbs/ft, J-55, 6,558 ftKB, 6,589 ftKB 3,582 F - NIPPLE, 2 3/8in, 6,589 ftKB, 3,589 6,590 ftKB EXPENDABLE CHECK, 2 3/8in, 3,590 6,590 ftKB, 6,591 ftKB Hydraulic Fracture, 10/1/1964, 3,591 Frac'd with 40,000# of 20/401 Dakota, 6,582-6,610, 10/1/1964 sand and 1,029 bbls, (43,230 gal) .... of water. 3,610 Casing Joints, 4 1/2in, 10 50lbs/ft, 12 3,725 -----PBTD, 6,725 ftKB; 6,797 ftKB -Cement Plug, 6,725-6,798, PBTD Production Casing Cement, 4,097-6,798, Morrison, 6,783 9/30/1964, Cemented with 695 sacks of cement, TOC @ 4097' (calculated with 75% eff ) Shoe, 4 1/2in, 10 50lbs/ft, 6,797 ftKB, TD, 6,798 6,798 ftKB Page 1/1 Report Printed: 12/3/2008