Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT/

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

5 Lease Designation and Serial No. SF-078863

6. If Indian, Allottee or Tribe Name

Change of Plans

Water Shut-Off

Dispose Water

New Construction

Non-Routine Fracturing

Conversion to Injection

SUNDRY NOTICES AND REPORTS ON WELLS

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 | 7. If Unit or CA, Agreement Designation |
| 1. Type of Well Oil Gas Well Well Other | 8. Well Name and No. |
| 2. Name of Operator | Krause #19 |
| R & G Drilling Company C/O KM Production Company | 9. API Well No. |
| 3. Address and Telephone No. | 30-045-07224 |
| PO Box 2406, Farmington, NM 87499 (505)325-6900 | 10. Field and Pool, or Exploratory Area |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | Kutz PC West |
| 950' FNL & 1025' FWL Sec. 28, T28 N, R/114 | 11. County or Parish, State |
| | San Juan, NM |
| 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF | NOTICE, REPORT, OR OTHER DATA |
| TYPE OF SUBMISSION | TYPE OF ACTION |

(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.)*

Abandonment

Recompletion

Plugging Back

Casing Repair

Altering Casing

As per attached procedures.

Notice of Intent

Subsequent Report

Final Abandonment Notice

OCT 0 2 1992
OIL CON. DIV.)
DIST. 3

Other Recompletion in Fruitland Coal

RECEIVED
BLM

92 SEP 30 AMII: 24

019 FARRINGTON N M

| 4. I hereby certify that the foreguing is trye and correct Signed | Title | Petroleum Engineer | Date 9-29-92 |
|---|-----------------------|--|---|
| (This space for Federal or State office use) Approved by | Title | | APPROVED |
| Conditions of approval, if any: | | | 0CT 01 1992 |
| Tatle 18 U.S.C. Section 1001, makes it a crime for any person la | nowingly and willfull | y to make to any department or agency of the | United States any false, lictitious or fraudulent state |

FRUITLAND COAL RE-COMPLETION PROGNOSIS R & G DRILLING CO. KRAUSE #19 NWNW SEC 28, T28N R11W SAN JUAN COUNTY, NEW MEXICO

EXISTING TUBULARS

CASING: 5-1/2" 14.0 #/FT K-55 SET @ 1829'

TUBING: ?

EXISTING PERFORATIONS

PICTURED CLIFFS: 1805 - 1810 @ 3SPF PICTURED CLIFFS: 1814 - 1821 @ 3SPF

PROCEDURE

- 1. MOVE IN AND RIG UP COMPLETION UNIT. SET ANCHORS.
- 2. DIG AND FENCE RESERVE PIT. INSTALL 2" BLOWDOWN LINES.
- 3. BLOW DOWN WELL. KILL WITH FRESH WATER IF NECESSARY. NIPPLE DOWN WELLHEAD AND NIPPLE UP BOP. CHECK AND REPLACE WELLHEAD VALVES IF NECESSARY.
- 4 . TRIP ?" TUBING OUT OF HOLE. LAYDOWN ON FLOAT.
- 4. RIG UP WIRELINE. RUN GAMMA RAY-CLL FROM PBTD TO 1500' FOR CORRELATION. SET CIBP AT 1802'.
- 5. PICK UP 2-7/8" 6.5 #/FT N-80 TUBING FOR WORK STRING. TAG CIBP WITH TUBING AT 1802' FOR DEPTH CORRELATION. MOVE TUBING TO 1797'. (BOTTOM FRUITLAND COAL PERFORATION).
- 6. RIG UP PUMP TRUCK. PRESSURE TEST CASING AND CIBP TO 1000 PSI. CIRCULATE HOLE CLEAN WITH FRESH WATER. SPOT 150 GALLONS OF 7-1/2% DI HCL ACID ACROSS THE FRUITLAND COAL INTERVAL.
- 7. TRIP TUBING OUT OF HOLE.
- 8. RIG UP WIRELINE. PERFORATE THE FRUITLAND COAL INTERVAL WITH .50" HOLES AT 4 JSPF USING A 4" CASING GUN AS FOLLOWS:

| 1762 - 1766 | 4 FT | 16 HOLES |
|-------------|-------|----------|
| 1768 - 1770 | 2 FT | 8 HOLES |
| 1786 - 1792 | 6 FT | 24 HOLES |
| 1795 - 1797 | 2 FT | 8 HOLES |
| | | |
| TOTAL | 14 FT | 56 HOLES |

(NOTE: PERFORATIONS MAY CHANGE SLIGHTLY AFTER GR LOG ANALYSIS)

- 9. TRIP IN HOLE WITH INFLATABLE PACKER ON 2-7/8" TUBING. SET PACKER AT 1778'.
- 10. RIG UP PUMP TRUCK. BREAKDOWN UPPER FRUITLAND COAL PERFORATIONS DOWN THE ANNULUS AND BASAL FRUITLAND COAL PERFORATIONS DOWN THE

- 11 . MOVE TUBING AND PACKER UPHOLE AND SET AT +/- 1680'.
- 12. FRACTURE STIMULATE ENTIRE FRUITLAND COAL INTERVAL THROUGH 2-7/8"
 TUBING WITH 54,000 GALLONS OF 70 QUALITY NITROGEN FOAM (FLUID IS
 20# GUAR GEL) CONTAINING 5,000# 40/70 MESH SAND FLUID LOSS
 ADDITIVE AND 80,000# 20/40 MESH SAND PROPPANT AS/FOLLOWS:

10,000 GALS OF 70 QUALITY FOAM PAD
5,000 GALS OF 1 PPG 40/70 SAND
5,000 GALS OF 70 QUALITY FOAM SPACER
10,000 GALS OF 1 PPG 20/40 SAND
10,000 GALS OF 2 PPG 20/40 SAND
8,000 GALS OF 3 PPG 20/40 SAND
4,000 GALS OF 4 PPG 20/40 SAND
2,000 GALS OF 5 PPG 20/40 SAND
FLUSH WITH 70 QUALITY FOAM TO TOP PERFORATION

DESIRED RATE: 20 BPM
EXPECTED TREATING PRESSURE: 2400-2900 PSI

(NOTE: ALL WATER TO CONTAIN 1% KCL AND 1/2 GAL/1000 CLAY STABILIZATION AGENT)

- 13 . SHUT WELL IN LONG ENOUGH TO OBSERVE FRACTURE CLOSURE PRESSURE.
- 14. FLOW WELL BACK TO THE ATMOSPHERE THROUGH A 1/2" TAPPED BULLPLUG UNTIL THE WELL CLEANS UP OR DIES.
- 15. RELEASE PACKER AND TRIP 2-7/8" TUBING OUT OF HOLE, LAYING DOWN THE WORK STRING.
- 16. PICK UP 2-3/8" TUBING AND RUN IN HOLE WITH A NOTCHED COLLAR ON THE END AND A SEATING NIPPLE 1 JOINT UP. CLEAN OUT SAND AS NECESSARY.
- 17 . LAND TUBING AT +/- 1770'. NIPPLE DOWN BOP AND NIPPLE UP WELLHEAD.
- 18 . SWAB WELL IN IF NECESSARY. FLOW WELL TO CLEANUP FOR ADF.

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

OIL CONSERVATION DIVISION

DISTRICT | P.O. Box 1980, Hobbs, NM 88240

DISTRICT II P.O. Drawer DD, Arlesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aziec, NM 87410

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT
All Distances must be from the outer boundanes of the section

| | | | All Dis | tances must be | from the out | er boundanes d | f the section | 1 | | | |
|---|----------|-------------------|-----------------------------|-------------------|-----------------|------------------|--|-------------------------------|---------------------|------------------|--------------------|
| Operator | | | | | Lease | | | | Well | vo — | |
| R & G Drilli | ing C | ompany C | /O KM Produ | ction Co. | Kraus | e | | | | 10 | |
| Unst Letter | Secti | | Township | | Range | | | County | | 19 | |
| D | _ | ВN | 28N | | | 1 1 W | | 5- | n Juan | | |
| Actual Footage Loca | 21100 O | Well: | · ! | | · | | NM | PM So | Juan | | |
| 950 | feet f | rom the | North | line and | 10 | 025 | | | d = _ 4 | | |
| Ground level Elev. | | | Formation | HIDE AND | Pool | | feet fro | om the | | line | |
| 6064. | | Frui | tland Coal | | Basin | Fruitland | Coal | | | ted Acre | eage: |
| 1. Outline | the ac | | | ll by colored pen | cil or bachure | marks on the ele | - L-1 | | | 320 | Acres |
| 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royaty). | | | | | | | | | | | |
| 3. If more | than o | ne lease of diffe | erent ownership is | | | | | | | | æ |
| 100 0 23 C | Yes | ce-pooling etc. | 4 | | | | | | | (S) | 8 03 |
| If answer | | list the owners | No If an and tract descript | swer is "yes" typ | e of consolidat | ion | | | - 1.0 1.0 1.0 | | <u>_ m</u> |
| ane louin | 11 10000 | ABALY. | | | | | | | <u></u> | | <u> </u> |
| No allowa | ble wil | be assigned to | the well until all | interests have be | en consolidate | d (by communiti | Zation unitizati | ion formed and | | | <u> </u> |
| or until a r | 000-K2 | odard unit, elim | inating such inter | est, has been app | roved by the D | rivisioa. | | ion, iorceo-poc | mus In orn | | |
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