Form 3160-5 (November 1994)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

| FORM PPI | ROVED |
|-----------------|--------------|
| Budget Buyeau N | o. 1004-0135 |
| Expires Novem | ber 30 2000 |

5. Lease Serial No.

| SUNDRY NOTICES AND REPORTS ON WELLS | | NM-021125 |
|---|---|--|
| 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 9 DEC - 6 PH 2: 2 | 7. If Unit or CA/Agreement, Name and/or No. |
| I. Type of Well Oil X Gas Well Other | 070 FARLINGTON, NV | 8. Well Name and No. OHIO "E" GOVT 1-A |
| 2. Name of Operator Marathon Oil Company | | |
| Pa. Address | 3b. Phone No. (include area code) | 9. API Well No. 30-045-22999 |
| P.O. Box 552 Midland, TX 79702 | Box 552 Midland, TX 79702 800-351-1417 | |
| Location of Well (Footage, Sec., T., R., M., or Survey Description | ion) | BLANCO MESAVERDE |
| 1800' FSL & 990' FEL SEC. 18, T-31-N, R-12-W | | 11. County or Parish, State SAN JUAN NM |
| 12. CHECK APPROPRIA | ATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPO | |
| TYPE OF SUBMISSION | TYPE OF ACTIO | |
| X Notice of Intent | Acidize Deepen Producti | on (Start/Resume) Water Shut-Off |
| Notice of Intent | Alter Casing Fracture Treat Reclama | |
| Subsequent Report | | \vdash |
| | | arily Abandon |
| Final Abandonment Notice | Convert to Injection Plug Back Water D | |
| PROPOSE TO ADD PERFS AND FRACTURE | STIMULATE THE MESAVERDE AS PER THE ATTACHED DEC 1 4 1999 OUL CONST. 33 | SCHEDULE Vo |
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) R. J. LONGMIRE | Duecar DRILLING SUPERIN | NTENDENT |
| | Date 12/1/99 | |
| THIS | S SPACE FOR FEDERAL OR STATE OFFICE USE | |
| Approved by Approved by Approved by | Title | Date 1 2 / 10 / 99 |
| Conditions of approval, if any, are attached. Approval of certify that the applicant holds legal or equitable title to which would entitle the applicant to conduct operations thereon. | f this notice does not warrant or Office those rights in the subject lease | |
| Title 18 U.S.C. Section 1001, makes it a crime for any fraudulent statements or representations as to any matter with | person knowingly and willfully to make to any department or aghin its jurisdiction. | ency of the United States any false, fictitious or |

REVISED(11/30/99) WORKOVER PROCEDURE

Ohio 'E' Government 1-A

Kutz Canyon Field

1800' FSL & 990' FEL Section 18, T-31-N, R-12-W San Juan County, New Mexico

Date:

November 16, 1999

Purpose:

Add Pay & Restimulate

GWI: 100%

NRI:

87.5%

AFE #: 311999

AFE Amount: \$112,600

AFE Days: 8

Elevations:

KB: 5901'

GL: 5889'

TD: 5000'

PBTD:

4918'(Tagged fill 1/13/95 original PBTD @ 4957')

Surface Csg:

9-5/8" 36# K-55 @ 212' cmt'd w/ 212 sks (circulated)

Production Csg:

7" 23# K-55 @ 4444' cmt'd w/ 450 sks (TOC @ 3358' from CBL)

[Drift = 6.241"]

80% Burst = 3488 psi]

Production Liner:

4-1/2" 10.5# K-55 @ 4252' to 4998' cmt'd w/ 75 sks (circulated)

Liner hanger: 4-1/2"x7" TIW Type HL

[Drift = 3.927"]

80% Burst = 3832 psi 1

Tubing:

2-3/8" 4.7# EUE 8rd tbg @ 4846' w/ F-nipple and 4' 2-3/8" tubing sub on bottom

Perforations:

4619'-4642' (10 holes) and 4835'-4839' (5 holes)

Max. Anticipated BHP: 700 psi

Comments:

- 1) Use 2% KCl in all workover fluids.
- 2) Use 2-3/8" 4.7# J-55 tubing for production. [Drift = 1.901", 80% Burst = 6160 psi]
- 3) Use 2-7/8" 6.5# N-80 tubing for workstring. [Drift = 2.347", 80% Burst = 8456 psi]
- 4) Use 3-1/2" 9.3# N-80 tubing for workstring. [Drift = 2.867", 80% Burst = 8128 psi]
- 1. Inspect location and improve if necessary. Test safety anchors to 22,500#.
- 2. MIRU PU. ND wellhead. NU 7-1/16" BOP w/ pipe rams for 2-3/8" tbg on top & 2 valves below blind rams on bottom. Test BOP as per Drilling Department recommendation. Tag PBTD with tubing. Clean out fill if necessary, then POOH. RIH w/ bit & scraper. POOH.
- 3. RU WL. Run GR-CCL log across interval from PBTD to 3800'(above Cliffhouse). Correlate with Dresser Atlas GR-CNL-CDL dated 6/8/78. Perforate the Point Lookout w/ 3-1/8" casing guns loaded 2 SPF @ 180° phasing w/ 12 gram Titan Prospector charges (EHD 0.30 and 21.5" penetration) over the following interval:

4597', 4659', 4677', 4680', 4696', 4720', 4724', 4758', 4780', 4795', 4807', 4813', 4830', 4871' and 4890' RD WL.

- 4. Change pipe rams to 2-7/8" and 3-1/2". RIH with 4-1/2" 10K packer, 300' of 2-7/8" 6.5 # N-80 tubing, 2-7/8" to 3-1/2" cross-over on 3-1/2" 9.3# N-80 tubing and set packer @ ± 4500 '. Hydrotest tubing in hole to 8000 psi.
- 5. Breakdown Point Lookout perfs 4597'-4890' w/ 1500 gallons 7.5% HCl @ 2-3 bpm using 70 1.1 SG BioBalls spaced evenly for divert. Flow back load. Allow time for BioBalls to dissolve prior to frac.
- 6. RU stimulation company. Sand fracture stimulate Point Lookout perfs as per recommendation with approximately 175,000# 20/40 Brady sand @ 60 BPM and 7000 psi maximum pressure. Actual job design may vary slightly pending final recommendation. Tag all sand stages w/ radioactive isotope. RD stimulation company.
- 7. Flow back load. RU wireline & tag PBTD with sinker bar. If fill present release packer and POOH. RIH w/2-3/8" tubing, notched collar and SN; clean out to PBTD with foam air unit. RU slickline. Run after frac log to determine proppant placement. RD slickline. POOH.
- 8. RIH w/2-3/8" production tubing w/ SN and land @ ±4890'. ND BOP. NU wellhead. RDMO PU. Return well to production