	NOTE: This well		AN SIMONI W	ATED DICD		tate and Fed		
18.	NOTE: This well A C-104 form cha qualifications are m	will be operated by SA anging the operator will net.	AN SIMONI W	ATED DICD		PANY. tate and Fed	deral	
	NOTE: This well A C-104 form cha	l will be operated by SA	AN SIMONI W	ATED DICD		PANY. tate and Fed	deral	
17.	TEST WATER SHUT-OFF FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL (Other) DESCRIBE PROPOSED OR COMPLETED or proposed work. If well is direct to this work.) **	TENTION TO: PULL OR ALTER CASING MULTIPLE COMPLETE ABANDON* CHANGE PLANS	WATE FRACE 8H00	E SHUT-OFF TURE TREATMENT TIN- CONVERT to (NOTE: Report re Completion or Re	Salt Water results of multiple completion Report	Disposal completion on t and Log form.	Well	
16.	Check	Appropriate Box To India	ate Nature of N	lotice, Report,	or Other Date			
14	. PERMIT NO.	15. BLEVATIONS (Show who	ether DF, RT, GR, etc.)		12. COUN	Lea	NM	
	Unit N, Section 22, T23S, R34E, Lea County, New Mexico Located 660' FSL and 1830' FWL of the Section.					Sec. 22, T23S, R34E		
4.	LOCATION OF WELL (Report location See also space 17 below.) At surface				10. FIELD	AND POOL, OR V		
3.	J. C. WILLIAMSON ADDRESS OF OFFRATOR P. O. Box 16 Midla	and, Texas 79701			9. WELL	RY FEDER **********************************	AL	
2.	CIL GAS WELL X OTHER		ater Disposal			OR LEASE NAME	<u> </u>	
1.	(Do not use this form for pr Use "APPI	OTICES AND REPORT OF THE PROPERTY OF THE PROPE				IAW, ALLOTTEE (
					NM-0	552659A	ID SERIAL NO.	
		UNITED STATES RTMENT_OF THE IN REAU OF AND MANAGE	TERIOR verse	(XT IN TRIPLACE instructions of side)	n re 5. LEASE	iget Bureau No pires August 3	1. 1985	

*See Instructions on Reverse Side

DATE _

TITLE _

SAN SIMON PRODUCTION COMPANY

804 Palomino,

Midland, Texas 79705

Phone (915) 570-7008

May 9, 1996

OPERATIONS REPORT, ANTELOPE RIDGE FIELD AREA

SALT WATER DISPOSAL WELL No. 1 (Curry Federal No. 2)

PREP TO RE-PERFORATE AND STIMULATE THE DELAWARE FORMATION FOR WATER INJECTION AND DISPOSAL OF PRODUCED WATER. The well was capable of injecting 2 bbl/min of water at 1,000 psig, but the flanges below the tubing bonnet were leaking packer fluid into the cellar. At this point it was believed that the flange was the only leak and the packer and larger casing was OK. The purpose of the operation was to perforate new holes in additional Delaware sand zones and break them down with acid to lower the injection pressure and increase the injection volume.

May 6, 1996: Rigged up Yale E. Key pulling unit. Rigged up Monahans Nipple Up Service and removed well head. In order to eliminate areas of possible leaks a 5,000 psig 11" double stud spacer spool w/R34 ring gasket was removed and disposed of, which lowered the well head 10 inches as well as eliminated a leaking flange. Replaced the two corroded R34 rings and made up the well head. Released the nipple-up crew and rigged up Black Warrior Wireline Co. and ran a Gamma Ray correlation log from 6,300' to the top of the Delaware at 5,000'. It was discovered that the Baker Loc-Set packer had been set at 5,600', so released the Black Warrior to another job and shut down overnight.

May 7, 1996: Removed wellhead to pick up and lay down 18 joints of 2-3/8" OD tubing. Re-set the Bake Loc-Set packer with the top at 5,091' (Zero is GL plus 19') Replaced the well head and released the pulling unit after re-connecting the disposal system and pump. Rigged Black Warrior back up and went in the hole. Perforated three sets of perforations in the 7-5/8" OD casing with seven shots, 2' apart, of 0.40" holes with 1-11/16" Dynastar jets having 10" penetration over the following intervals: 5614-5626', 5526-5538', and 5220-5232'. Fluid was standing in the hole at 560' FS, both before and after shooting all perforations. The wireline was released and the well was hooked up. The injection pump was started and the well began taking fluid at the rate of 1 BPM at 1000 psig. The annulas was tested at 700 psig for 30 minutes without a pressure increase. After pumping into the formation for three hours, an injection rate was established at 180 barrels at 1000 psig over a three hour period. No leaks in the system and all systems operating manually as designed. Shut down with ISDTP of 425 psig. SDON.

May 8, 1996: Checked out injection rate, measured 1 BPM at 875 psig, rate stabilized. Continued pumping until 2:00 PM, when XL Transco was rigged up to acidize all perforations from 6160' to 5220' in the well with 3,000 gallons of LSTNE 15% acid. Started treatmen by pumping into formation at 2.26 BPM @ 2,000 gallons. Started first 1000 gallons and pumped at rate of 2.89 BPM when the first 20 balls reached the formation the pressure dropped to 1700 psig at the same rate. Dropped 20 more balls and continued treatment with some ball action and small pressure fluctuations

Page 2, San Simon Production Co., SWD-1 (Curry State Well No. 2) May 7, 1996.

during the treatment. At end of treatment, the injection rate was 2.59 BPM @ 2400 psig. Shut down pressure was 500 psig. Knocked off line and purged balls off formation and hooked up injection pump. Started pumping @ 2 BPM at 600 psig stabilized. The stimulation was considered very successful and no further work will be done at this time. Gary Electric adjusted all controls to operate automatically unattended. The well was turned to normal operation and the construction phase of the disposal system is now complete.

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