

AUTHORITY FOR EXPENDITURE

Production and Exploration

DEPARTMENT	Production	REG./DIV.	Casper	AFE NO.	12-61-1656
Type: (1) 1. D & E 2. Misc. 3. D & T	Field or Block				
Group: (1) 1. Dev. 2. Maint. 3. Expl. 4. Inv.	West Lindrith				
(O) O. Onshore 1. Offshore Div. Code	12	TD and Obj.			
Date Appr.	Lease Code	7155214	Horizon(s) 7825' Dual Gallup - Dakota		
Project Title (Limit 30 Spaces)			Land Lease No.		
D&E Jicarilla 22 No. 5			Oil Pmt. Name No.		
Conoco Int. Ex Oil 1.0000000 In Oil			Date Completed		

1) Location, Geological Province (2) Division of Int. (3) Justification

1) NW SW Section 22, T25N, R4W, Rio Arriba County, New Mexico
G.P. San Juan Basin

2) Conoco - 1.0000000

3) Refer to Sensitivity Analysis - Proposed West Lindrith Development, Rio Arriba County, New Mexico (File No. PET-941.34-CF October 5, 1970).

BEFORE EXAMINER UTZ

OIL CONSERVATION COMMISSION

8

CASE NO. 4462

EXHIBIT 3

Description		Acct. No.	Acct. No.		(Use Only For Expl. or Limited Expl. Wells)
		FTRE	Mtl. & Depr. Intangibles	FTRE	Block Number
			Gross \$	Expense Intangibles	
				Gross \$	
Second Hand Equipment — Warehouse	8			X X X X X X X X	Gross Ac. Net Ac.
Material Purchased — Dr.	9	28,200		X X X X X X X X	
Total Material		28,200		X X X X X X X X	
Fuel, Water, Lubricants, Electricity	103		403	2,500	Budget Project No. Hdqts. 1
Location Damages, Roads — Bridges	107		407	2,500	Remaining Balance (Before This AFE)
Salvage & Dismantling Costs	108		408		
Drilling Contract — Footage	111		411	35,200	Net Recovery
Drilling Contract — Daywork	112		412	6,200	Net Profit
Drilling Bits & Reamers		X X X X X X X X	413		Rate of Return Payout Period
Fishing Tool Expense		X X X X X X X X	414		
Directional Drilling Costs		X X X X X X X X	415		
Mud Materials, Chemicals, & Services		X X X X X X X X	416	5,500	
Cement & Cementing Service		X X X X X X X X	417	5,000	
Noncontrollable Materials	118	500	418	2,500	
Renter Costs and Rentals		X X X X X X X X	419		
Boat Service	120		420		Cash and Warehouse Outlay
Special Drilling Tool Rental		X X X X X X X X	421	1,000	Gross Cost 126,200
Logging Costs	125		425		Conoco Net 126,200
Drill Stem Tests		X X X X X X X X	426		Approvals: Date
Perforating		X X X X X X X X	427	2,700	Div:
Acidizing, Fracturing, Shooting		X X X X X X X X	428	22,600	Land: John E. Norman 12/1/70
Well Surveys, Electrical & Mud Logging		X X X X X X X X	429	1,500	Geol: J. E. Norman 12/1/70
Transportation	131	500	431	2,000	
Boats, Barges, Tugs — Cost — Rental	132		432		Hdqts:
Helicopters, Planes — Cost — Rental		X X X X X X X X	433		Final Approval
Overhead — Partner Operated	136		436		Distribution:
District Expense		X X X X X X X X	437	400	RAB RLA CES MPL TWS JAB
Company Labor & Supervision	138	200	438	800	WCB(3) DLB KWM(2) CAN RJE
Contract Labor	139	4,000	439	1,000	BEA(2)
Platforms — Fabrication & Installation	141		441		
Platform Maintenance	142		442		
Keyways — Well Structures		X X X X X X X X	443		
Sales Tax (Controllable Material)		X X X X X X X X	444	900	
Miscellaneous Costs	145		445	500	
Subtotal — Intangibles		5,200		92,800	
Dry or Bottom Hole Contributions Rec.		X X X X X X X X	448		
Total Intangibles		5,200		92,800	
Total Cash & Warehouse Outlay		33,400		92,800	
Material on Hand	1			X X X X X X X X	
Grand Total		33,400		92,800	
Grand Total — Mtl. & Depr. Intangibles and Expense Intangibles				126,200	AFE No. 12-61-1656

~~EXHIBIT "A"~~

DRILLING MEMORANDUM

JICARILLA 22 WELL NO. 5
RIO ARriba COUNTY, NEW MEXICO

Location: C NW SW Section 22, T25N, R4W,
Rio Arriba County, New Mexico

Interest: Conoco - 100% W.I.

Elevation: 6990' GL (estimated)

Objectives: Dual complete in Gallup and Dakota.

Total Depth: 7825'

Estimated Tops:

BEFORE EXAMINER UTZ	
OIL COMPANY	SECTION
CASE NO. 4462	

Pictured Cliffs Sand	3372'
Lewis Shale	3404'
Chacra Sand	4209'
Mesaverde Sand	5006'
Mancos Shale	5679'
Gallup Sand	6656'
Greenhorn Lime	7449'
Graneros Shale	7519'
Dakota Sand	7539'
T.D.	7825'

Drilling Fluid:

Drill surface hole with water. Drill out from surface with water-gel low solids system to T.D. Do not exceed mud weight of 9.0 #/gal. Maintain water loss between 6-8 cc's and viscosity approximately 40 cp. Add lost circulation material if needed in the Gallup or Mesaverde sections. (Final mud program will be submitted before initiation of well.)

Casing:

<u>Surface</u>	200' - 8 5/8" OD, 24#, J-55, ST&C
<u>Production</u>	100' - 4 1/2" OD, 10.5#, JE-55, BTRC
	7600' - 4 1/2" OD, 10.5#, JE-55, ST&C
	125' - 4 1/2" OD, 11.6#, JE-55, ST&C

Casing opposite Gallup and Dakota zones to be "RUFF-COTED" (approximately 250' each zone). "RUFF-COTE" should be applied in the shop at temperatures no lower than 65° F. If "RUFF-COTING" is applied on location, ambient temperature should be in excess of 65° F. for a setting time of 8-12 hours.

Copies to: WCB KWM(3) BEA RET RJE LKR File

Casing: (Continued)

Float equipment to consist of a guide shoe and Baker Model "G" No. 109-11 differential fill collar or equivalent located 1 joint above guide shoe. Centralizers to be located 10' and 60' above guide shoe and at 90' intervals thereafter. Scratchers will be required as indicated by Drilling Foreman.

Stage collar and cement basket to be set at approximately 5780 or 100' below Mancos top.

Hole Size:

Surface hole to be 12 1/4" to approximately 200'.
Remainder to consist of 7 7/8" hole to T.D.

Cement:

Surface Pipe

Cement to surface with neat Class "A" containing 2% CaCl₂ (70 sacks required for gauged hole).

Slurry Weight	=	15.6 #/gal.
Yield	=	1.18 ft. ³ /sack
Pipe Capacity	=	0.3576 ft. ³ /ft.
Annular Capacity	=	0.4127 ft. ³ /ft.
Compressive Strength	=	555 psi @ 12 Hours and 60° F.

Production String (Cement in 2 stages)

STAGE 1:

Precede 1st stage with 500 gal. mud flush. Cement with 380 sacks 50-50 Poz. A, containing 2% gel, 6 1/4 #/sack Gilsonite, and 1/2% CFR-2 (volume calculated assuming gauged hole + 60% excess to bring cement top 200' above Gallup).

Slurry Weight	=	13.97 #/gal.
Slurry Yield	=	1.32 ft. ³ /sack

Minimum rate for annular turbulence = 3.7 BPM (use 5-8 BPM).

Compressive Strength	=	24 Hours, 1309 psi 48 Hours, 3015 psi
Water Ratio	=	5.53 gal./sack

Cement: (Continued)

STAGE 2:

Precede 2nd stage with Halco Liteflush.

Cement out of stage collar with 145 sacks Halliburton
Liteweight cement containing 1/2% CFR-2.

Liteweight

Slurry Weight = 12.7 #/gal.
Slurry Yield = 1.840 ft.³/sack

Minimum rate for annular turbulence = 1.7 BPM (use 5-8
BPM).

Compressive Strength = 24 Hours, 415 psi
48 Hours, 771 psi

Follow lead slurry with 360 sacks 50-50 Poz. A, 2% gel,
6 1/4 #/sack Gilsonite, 1/2% CFR-2 (volumes calculated
for gauged hole with 30% excess to bring cement top
100' above Pictured Cliffs).

Hole Caliper logs will be run over productive intervals.

Volumes will be re-calculated based on actual gauge.

Hole Deviation Requirements:

Well Depth Feet	Max. Distance Between Surveys Feet	Max. Dev. From Vert. Degrees	Max. Allowable Change Of * Angle Between Any Two Surveys Degrees
0-5000	400	5	1 1/2
5000-7000	100	6	1 1/2
7000-T.D.	100	8	2

* (a) Reduce proportionately for survey intervals less than 100 feet,
but do not use intervals shorter than 30 feet.

(b) If these limits are exceeded and the distance is more than 100
feet, contractor shall take immediate surveys no more than 100
feet apart. If such immediate surveys show that above limits
for any interval have been exceeded, contractor shall correct
hole deviation to within limits of above specifications.

Special Services:

Geolograph.

Sampling:

Collect samples at 30' intervals from 3000' to 6200' and every 10' interval from 6200' to T.D. Samples to be taken to Four Corners Sample Cut Company, in Farmington, New Mexico.

Logging: Run FDC-Gamma Ray-Caliper over Chacra, Mesaverde, Gallup and Dakota.

Tests: No cores or DST's.

Remarks: It is very important to keep a constant surveillance of the mud system and maintain mud weights between 8.7 - 9.0 #/gal. throughout the drilling operation, as the Gallup zone can cause severe lost circulation problems. Lost circulation was experienced while drilling 30-4 in Section 31. In addition, because of the natural fractured system in the Gallup, care should be taken to eliminate any surging while running drill pipe and casing.

Drilling Procedure:

1. Drill 12 1/4" hole to approximately 200'.
2. Run 8 5/8" surface casing and cement to surface.
3. WOC 12 hours and nipple up.
4. Drill 7 7/8" hole with water-gel low solids mud as directed.
5. Run log as directed.
6. Run 4 1/2" OD casing with stage collar 100' below Mancos top. Cement 1st stage and slack off 6000-8000# on casing after bumping plug. Open ports on stage collar, break circulation immediately, and circulate mud for 4 hours. Run 2nd stage cement operation as directed.
7. Move off rotary rig and move in completion unit.

8. WOC 18 hours.
9. Run temperature survey to locate cement top.

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Prepared by: J. A. Mazza, Production Engineer

APPROVED:

Supervising Production Engineer

Division Drilling Superintendent

Division Manager

P&A PROCEDURE

In the event the subject well is abandoned, it will be necessary to contact the New Mexico Oil Conservation Commission for verbal approval of the work. The people who should be contacted in order of preference, are as follows:

During Working Hours:

NMOCC (Aztec)	505-334-6178
USGS (Durango)	303-247-5144

After Working Hours:

NMOCC	Emery Arnold	505-334-6987
	Al Kendrick	505-325-8300
USGS	Jerry Long	303-247-0028
	Ed Schmidt	303-247-9918

1. After logging and testing, go in hole open-ended and spot plug from top of Dakota to 100' above Dakota top.
2. Pull up and spot 100' plug to Gallup top.
3. Pull up and spot 100' plug across Chacra.
4. Pull up and spot 100' plug across Pictured Cliffs.
5. Pull up and spot plug across Ojo Alamo.
6. Pull up and set plug 50' in and 50' out of 8 5/8".
7. Set 25' plug in surface 8 5/8". Set 10' length of 4" pipe in the surface plug so that 4' of it projects above ground level. The top of the 4' should be capped and a well sign attached.
8. Rig down and move off rig. Clean up location.

PROPOSED WELL PLAN OUTLINE

WELL NAME: Jicarilla 22-5

COUNTY: Rio Arriba

LOCATION: CNWSW Sec. 22 T25N-R4W

STATE: New Mexico

DEPTH	FORMATION TOPS & TYPE	DRILLING PROBLEMS	TYPE OF FORMATION EVALUATION	HOLE SIZE	CASING		FRACTURE GRADIENT	FORMATION PRESSURE GRADIENT	MUD	
					SIZE	DEPTH			WEIGHT	TYPE
	WASATCH			12½"	5 3/8"	200'				
	WASATCH Sand & Shale			7 7/8"					8.7-90 #/gal	Gal
1000	ANIMAS OJO ALAMO Fresh Wtr. Sd.									
	KIRTLAND Sand & Shale	LOST CIRCULATION								
2000										
3000										
	Pictured Cliffs Sd. Gas. Prod.		FDC LOG				.7 psi ft	.27 psi ft		
4000	LEWIS SHALES									
	Chacra Sand	Gas Productive	FDC LOG				.7 psi ft	.29 psi ft		
	LEWIS SHALES									
5000	MESA VERDE SAND & SHALES	GAS PRODUCTION	FDC LOG				.7 psi ft	.34 psi ft		
6000	MANCOS SHALES									
7000	GALLUP SAND & SHALES	LOST CIRCULATION HOLE WASHOUTS	FDC LOG				.7 psi ft	.35 psi ft		
	Greenhorn Lm		FDC LOG							
8000	DEKOTA SAND & SHALES		FDC LOG	7 7/8"	4½"	7825'	.705 psi ft	.35 psi ft		
	TD. 7825'									

Date October 7, 1970

Prepared by J. A. Mazza

Approved _____

Dr. Engineer

K.W. McDaniel
Drilling Supt.

DISTRIBUTION OF ENGINEERING WELL DATA
CASPER DIVISION

WELL NO. 22-5 FIELD WEST LANDRITH COUNTY RIO ARriba STATE NEW MEXICO

	PRIMARY LOGS		SECONDARY LOGS		CORE ANALYSES		D.S.T.
			Bond, Correlation, etc.				
	Field Print	Final	Sepia	Film	Field	Final	Prelim. Final Report

Divn. Mgr. Prod. - W.C.B.	1	1			1	1	1	1
Hdg. Mgr. Prod. - R.L.A.	*	1				1	1	1
Prod. Research Mgr. - F.R.C.		1				1	1	1
Well Operating Supervisor	1				1			
Division Geologist - BG	1	1				1	1	1
Exploitation Geologist - R.J.E.			1		1	1	1	1
PES-Form. Eval. Suprv. - D. J. Tymko	1							
Rky. Mtn. Well Log Service								
1753 Champa St., Denver.***		1						

STATE **

U.S.G.S. **

PARTNERS **

TOTAL

* - Headquarters needs log field prints only on significant stepouts.
 ** - Requirements for State, U.S.G.S. and partners will vary by location.
 *** - Logs for Rocky Mtn. Well Log Service should be held until we receive a release request from them.

NOTE: Service companies should be advised to send all copies of logs or reports to Division Production Office at 200 North Wolcott.

COMPLETION MEMORANDUM

JICARILLA 22 WELL NO. 5

BEFORE
OIL COMPANY
CASE NO. 4462

Location: NW SW Section 22, T25N, R4W, Rio Arriba County,
New Mexico

Elevation: 6990' GL; 7004' KB

Casing: 8 5/8", 24#, J-55 set at 200' KB
100' - 4 1/2" OD, 10.5#, JE-55, BTRC
7600' - 4 1/2" OD, 10.5#, JE-55, ST&C
125' - 4 1/2" OD, 11.6#, JE-55, ST&C

Completion Procedure:

1. After moving out rotary rig, move in completion unit, pick up 2 7/8" tubing and drill out stage collar and pressure test to 1500 psig.
2. Circulate to T.D. and displace hole with 1% KCl water.
3. Pull tubing, move in logging unit, and run Gamma Ray with collar locator. Run Cement Bond log if full returns are not obtained during 1st stage cementing. If poor primary cement job is evident, it will be necessary to squeeze before stimulation. Squeeze volumes and procedures will be determined by engineer.
4. Move in eight (8) 500 barrel frac tanks and install frac head (minimum of 110,000 gal. required for 3 stage stimulation - suggest 140,000 gal. (3,330 bbl.) fluid on location for staging and includes load, flush, and tank bottoms). Perforate and sand frac in accordance to procedure below. Swab well in if necessary.

Gallup-Dakota Perforating and Fracturing Procedure

NOTE: The Gallup and Dakota will be perforated in one set-up. The well will then be stimulated in three (3) stages down 2 7/8" tubing using a Baker Retrievable Model "C" bridge plug and full bore cementer. Either Halliburton's MY-T-FRAC-60 or Dowell's WIDE-FRAC (YF6G) will be used as the fluid medium.

1. With hole loaded with 1% KCl perforate Dakota "J", Dakota "D", and Gallup 1 shot per foot as indicated by engineer. Use Schlumberger 3 3/8" Hyperjet - 13.5 gram RDX charge (0.52" x 9.38" penetration in Berea sandstone) or equivalent.
2. Install frac head.

3. Pick up bridge plug and packer on 2 7/8" tubing and set bridge plug below bottom of Dakota "J" perforations. Set packer above top of Dakota "J" perforations.
4. Hook up frac trucks and test lines and fittings to 5000 psi.
5. Sand-frac Dakota "J" down 2 7/8" tubing as follows: (Maximum allowable surface pressure 4000 psi at 10 BPM).
 - 4,300 gal. 1% KCl w/50 #/1,000 gal. ADOMITE AQUA and 10 #/1,000 gal. WG-6
 - 6,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA
 - 1,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA and 1/2 #/gal. 10-20 sand
 - 2,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA and 1 #/gal. 10-20 sand
 - 3,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA and 2 #/gal. 10-20 sand
 - 3,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA and 3 #/gal. 10-20 sand
 - 4,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA in first 2,000 gal. MY-T-FRAC-60 only and 4 #/gal. 10-20 sand
6. Flush with 2,100 gal. 1% KCl water.
7. Release packer, retrieve bridge plug, and set bridge plug between Dakota "J" and "D" perforations. Set packer above Dakota "D" perforations.
8. Sand-frac Dakota "D" using same volumes and procedure as outlined in (5) above. (Maximum allowable surface pressure 4000 psi at 10 BPM.)
9. Flush with 2,100 gal. 1% KCl.
10. Release packer, retrieve bridge plug, and set bridge plug below bottom of Gallup perforations. Set packer above Gallup perforations and frac Gallup down 2 7/8" tubing as follows: (Maximum allowable surface pressure 4000 psi at 10 BPM).
 - 15,000 gal. 1% KCl w/50 #/1,000 gal. ADOMITE AQUA and 10 #/1,000 gal. WG-6
 - 8,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA
 - 2,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA and 1/2 #/gal. 10-20 sand

10. (Continued)

3,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA
and 1 #/gal. 10-20 sand
6,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA
and 2 #/gal. 10-20 sand
6,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA
and 3 #/gal. 10-20 sand
15,000 gal. MY-T-FRAC-60 w/25 #/1,000 gal. ADOMITE AQUA
in first 7,500 gal. MY-T-FRAC-60 only
and 4 #/gal. 10-20 sand

11. Flush with 2,000 gal. 1% KCl water.

12. Shut-in well for 12 hours or overnight.

13. Retrieve bridge plug and packer and retrieve 2 7/8" frac string.
Pick up 2 3/8" OD producing string containing from the bottom
up the following:

(a) 2' sub with pinned collar.

(b) "D" nipple to be set opposite bottom of Dakota
perforations.

14. Swab well in if necessary and allow to clean up.

15. Install tubing stop and bumper spring one joint above "D" nipple.

16. Install surface intermitter and start well on plunger lift using
a cycle frequency of ten-30 minute cycles. Adjust cycle frequency
and flow duration depending on well performance.

pce

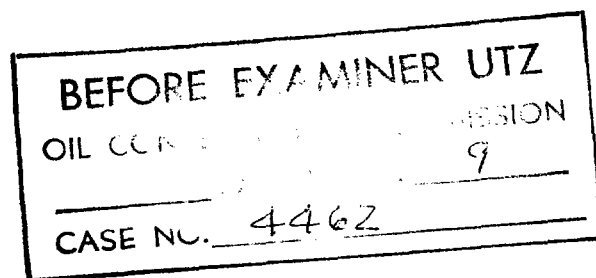
Prepared by: J. A. Mazza, Production Engineer

DRILLING AND EQUIPPING COSTS
1968, 1969 AND PROPOSED WELLS
GALLUP/DAKOTA COMPLETIONS
WEST LINDRITH FIELD

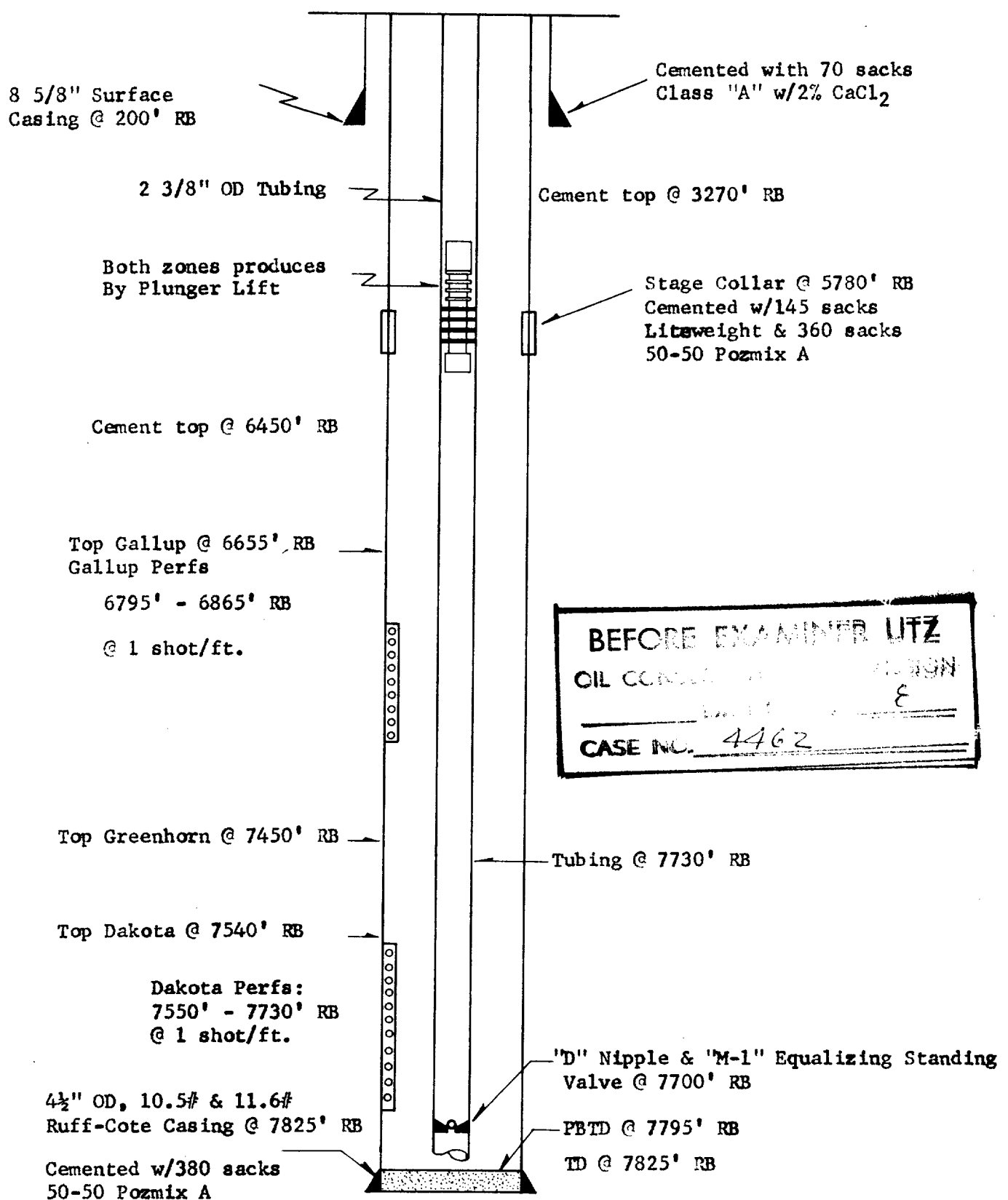
<u>Well No.</u>	<u>Completed</u>	<u>Intangibles,\$</u>	<u>Tangibles,\$</u>	<u>Total,\$</u>
28-4	10-68	82,716.84	23,214.02	105,930.86
28-7	11-68	86,761.43	31,107.71	117,869.14
28-5	12-68	96,036.95	30,657.79	126,694.74
28-6	12-68	97,363.62	30,994.33	128,357.95
28-8	5-69	92,574.78	30,786.30	123,361.08
22-2	7-69	102,408.37	30,139.57	132,547.94
22-3	7-69	92,762.11	37,612.36	130,374.47
22-4	9-69	107,365.53	32,202.69	139,568.22
Total		757,989.63	246,714.77	1,004,704.40
Average		94,748.70	30,839.35	125,588.05
1968 Average		90,719.71	28,993.46	119,713.17
1969 Average		98,777.70	32,685.23	131,462.93
22-5	1971	92,800	33,400	126,200
28-9	1970	92,400	30,400	122,800
28-10	1971	92,200	33,900	126,100
28-11	1971	91,600	33,500	125,100
Total		369,000	131,200	500,200
Average		92,250	32,800	125,050

If it is necessary to complete with a packer between the Gallup and Dakota formations, drilling and equipping costs will be:

Average	93,050 800	35,500 2700	128,550 3500
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PROPOSED
DOWNHOLE COMMINGLING INSTALLATION
(all depths estimated)



Centralizers Located 10' and 60' above casing.
Setting depth and 90' thereafter to 6600' RB
Also one centralizer 30' above and 30' below
stage collar.

CONTINENTAL OIL COMPANY
PRODUCTION DEPARTMENT
Casper, Wyoming



WEST LINDRITH
EXHIBIT "e" 8

Proposed Downhole Commingling Installation—Jicarilla 22-5

County: Rio Arriba

State: New Mexico

Engineer: J.A. Mazza

Draftsman: B.S.

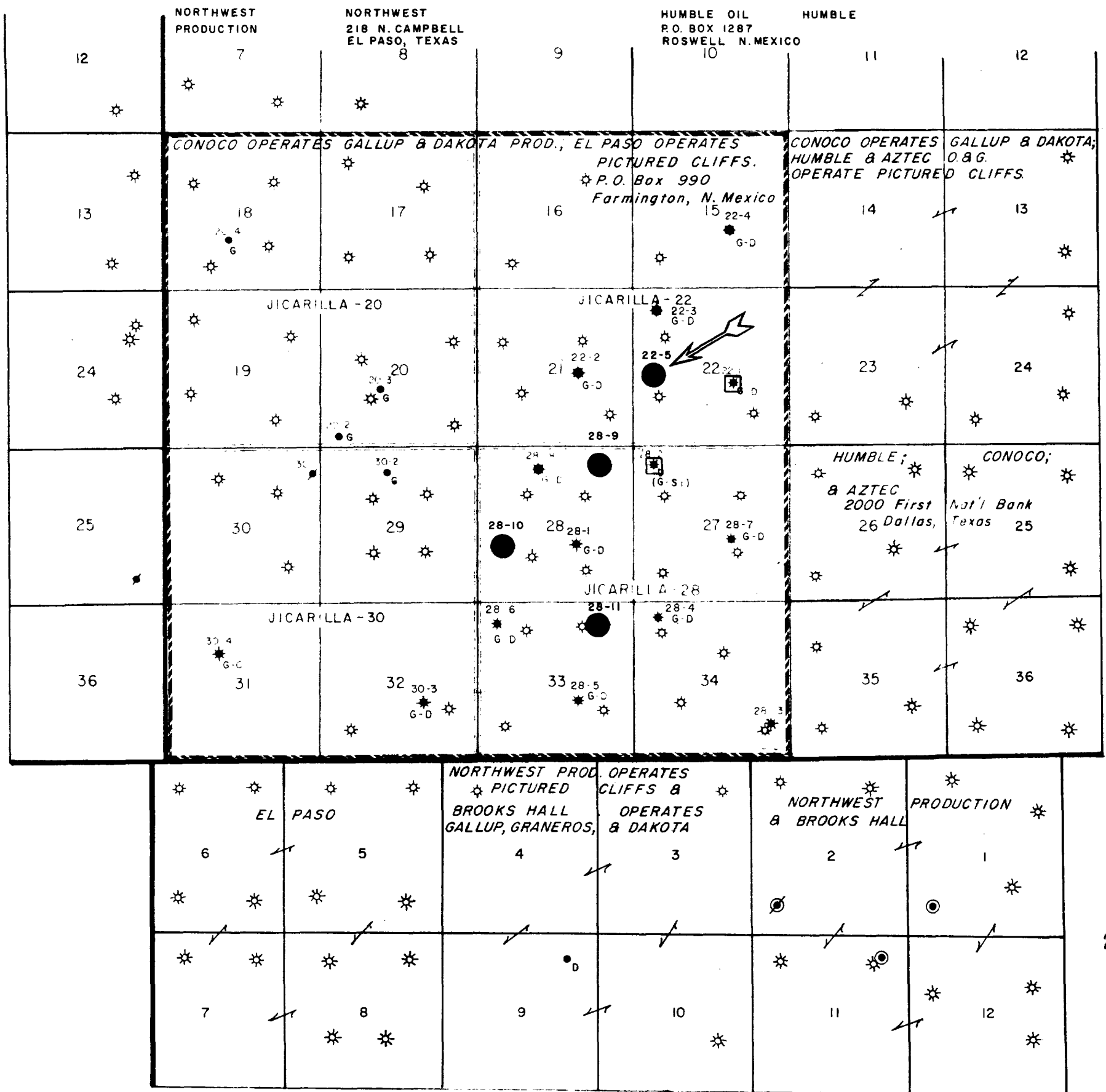
Date: 8-24-70

Scale No Scale

Well Status Posted to:

BEFORE EXAMINER UTZ
OIL CONSERVATION COMMISSION
EXHIBIT NO. 8
CASE NO. 4462

R. 4 W.



- LEGEND -

- G GALLUP PRODUCING WELL
- D DAKOTA PRODUCING WELL
- * G-C GALLUP(Oil)-CHACRA(Gas) DUAL
- * G-D GALLUP(Oil)-DAKOTA(Oil) DUAL
- * GAS PRODUCING WELL (PICTURED CLIFFS)
- ⊗ SHUT-IN WELL
- ⊙ DUAL GALLUP-GRANEROS
- ⊠ GALLUP (Oil)-DAKOTA (Oil)-Separate Strings of Casing.

WEST LINDRITH BLOCK
JICARILLA APACHE LEASES
Rio Arriba County, New Mexico

EXHIBIT "8" 8

Engineer: J.A. Mazza Drawn by: NFD 12-12-67
PRODUCTION DEPARTMENT 1-69
CONTINENTAL OIL COMPANY 8-70