S & J OPERATING COMPANY SOUTH RED LAKE GRAYBURG UNIT EDDY COUNTY, NEW MEXICO

RECOMMENDED WATER INJECTION WELL WORK WELL NO. 6

Well Data:

Total Depth: 1585'

Casing: 5 1/2" set @ 1585', cemented w/516 sx. of cement, circulated to surface

Perforations: 1562'-68'; 1571'-75', 4 SPF, 3 1/8" HSCCG

Tubing: 2 3/8" EUE 8rd

Packer: Baker AD-1 packer set at 1520'

Note: Tubing-casing annulus leaks off at 175 psig. Need to locate and repair casing leak.

* Ally slats

Recommended Workover Procedure:

- *****NU BOP (JS) 1. Pull tubing and packer.
- 2. Locate casing leak with bridge plug and redressed packer.
- 3. Squeeze casing leak with 100 sacks of cement.
- 4. Drill out cement and test casing to 500 psig.
- 5. Retrieve bridge plug, run packer on tubing, circulate treated fluid into annulus, and set packer at approximately 1520'.
- 6. Return well to injection.

-----Elg Time, 49 hrs. @ \$100/hr. \$ 4,000 Pump Truck, 10 hrs. @ \$50/hr. 500 Retrievable Bridge Plug 880 Bit 450 Cement Job 1,300 Reverse Unit With Accessories and Operator 1,650 Supervision, 50 hrs. @ \$50/hr., 8 hrs. @ \$80/hr. 3,140 Trucking 950