Form 3160–5 (July 1989) (Formerly 9–331)	UNI D STATES DEPARTMENT OF THE INTER BUREAU OF LAND MANAGEMEN	side)	BLM Roswell District Modified Form No. NM060-3160-4 5. LEASE DESIGNATION AND SERIAL NO. Fed. 29-055648		
(Do not use this form	NOTICES AND REPORT n for proposals to drill or to deepen or plug se "APPLICATION FOR PERMIT-" for such prop	back to a different reservoir.	6. IF INDIAN, ALLOTTEE OR TRIBE NAME		
1. OIL X GAS WELL WELL	OTHER		7. UNIT AGREEMENT NAME		
2. NAME OF OPERATOR			8. FARM OR LEASE NAME		
Southland Royalty C	Company		Keohane etal A Federal		
3. ADDRESS OF OPERATOR	ADDRESS OF OPERATOR		9. WELL NO.		
21 Desta Dr., Mie	dland, TX 79705	915-686-5714	2		
4. LOCATION OF WELL (Repo See also space 17 belo At surface	ort location clearly and in accordance with ow.)	any State requirements	10. FIELD AND POOL, OR WILDCAT Shugart (Y,SR, Q, G)		
Unit L 1980' FSL & 660' FWL		FEB 2 6 1991	11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Sec. 28, T18S, R31E		
14. PERMIT NO.	15. ELEVATIONS (Show wh 3643'	ether DF, RT, GR, CE, D.	12. COUNTY OR PARISH 13. STATE Eddy NM		
16.	Check Appropriate Box To In	dicate Nature of Notice, Rep	port, or Other Data		
NOTICE OF INTENTION TO:		SUBS	SUBSEQUENT REPORT OF:		
TEST WATER SHUT-OFF	PULL OR ALTER CASING	WATER SHUT-OFF			
FRACTURE TREAT	X MULTIPLE COMPLETE	FRACTURE TREATMENT			
SHOOT OR ACIDIZE ABANDON*		SHOOTING OR ACIDIZING	ABANDONMENT*		
REPAIR WELL	CHANGE PLANS	(Other)	(Other) (NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)		

posed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to work.)*

Refrac Queens, add Yates

See attached procedure for details.

18. hereby certify that the foregoing is true and correct	Production Engineer	DATE	2/21/91
(This space for Federal or State office use)			
APPROVED BY TITLE CONDITIONS OF APPROVAL, IF ANY:		_ DATE _	·

*See Instructions on Reverse Side

Instructions

Genzral: This form is designed for submitting proposals to perform certain well operations, and reports of such operations when completed, as indicated, on Federal and Indian lands pursuant to applicable Federal law and regulations, and, if approved or accepted by any State, on all lands in such State, pursuant to applicable State law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office.

State or Federal office for specific instructions. Item 4: If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local

Item 17: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by local Federal and/or State offices. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones, or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the bole; method of closing top of well; and date well site conditioned for final inspection looking to approval of the abandonment.

PRIVACY ACT

applucation. The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this

AUTHORITY: 30 U.S.C. 181 et. seq., 351 et. seq., 25 U.S.C. et. seq.; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is to be used to evaluate, when appropriate, approve applications, and report completion of secondary well operations, on a Federal or Indian lease.

- or completed subsequent well operations. (2) Request and grant approval to perform those actions covered by 43 CFR 3162.3-2(2). (3) Analyze future applications to drill or modify operations in light of data obtained and methods used. (4)(5) Information from ROUTINE USES (1) Evaluate the equipment and procedures used during the proposed
- 1.1.1 the record and/or the record will be transferred to appropriate Federal. State, foreign egencies, when relevant to civil, criminal or regulatory investigations local or
- or pros-
- ccutions:

EFFECT: OF NOT PROVIDING INFORMATION: Filing of this notice and report and disclosure of the information is mandatory once an oil or gas well is drilled.

you that: The Paperwork Reduction Act of 1980 (44 U.S.C. 3501, et. seq.) requires us to inform

sequent well operations on Federal or Indian oil and gas leases. This information is being collected in order to evaluate proposed and/or completed sub-

authorized. and when requested, This information will be used to report subsequent operations once work is completed to obtain approval for subsequent operations not previously

43 CFR Part 3160 Response to this request is mandatory for the specific types of activities specified in Keohane Et Al A Federal No. 2 Shugart Field Eddy County, New Mexico

Recommended Procedure

- 1. MIRU PU. ND WH, NU BOP. POOH with any tubing (suspect that only one joint is in well).
- 2. Deliver $\pm 3600'$ of 2 3/8" J-55 newd production tubing to location.
- 3. RIH with casing scraper to PBTD or 3500', which ever is shallower. POOH.
- 4. MIRU wireline company. RIH with 4 1/2" CIBP and set at 3490'. RIH with 3 1/8" casing guns and perforate Queen with 2 spf at 3322'-3335' and 3341' to 3351'. POOH.
- 5. RIH with treating packer on 2 3/8" tubing. Test CIBP to 3500 psi. MIRU service company. NU surface lines and test to 7000 psi. Set packer at 3200'. Load, monitor and maintain 1000 psi on 2 3/8"-4 1/2" annulus. Breakdown Queen with 1500 gal of treated 2% KCl water and 81 7/8" RCNBS (sp gr = 1.3).(Bring 200 gal 7 1/2% NEFe HCl to location to use as spot acid if necessary).

Rate	=	7 b pm
Anticipated Pressure	=	3900 psi
Maximum Pressure at 7 bpm	=	5400 psi
Maximum Pressure at 4 bpm	=	4200 psi
Maximum Pressure at 0 bpm	11	3500 psi

- 6. Release packer and run through perfs. POOH with tubing and packer. RU stimulation company to frac Queen.
- Fracture stimulate Queen down 4 1/2" casing with 15500 gal 70 quality N2 foam and 38000 lbs 12/20 sand according to schedule. Pump at 12 bpm surface rate.

<u>Stage</u>	<u>F1</u>	uid	<u>PP</u> C	2	<u>Volume</u>
Pre-pac	1 2 % KC1	+ 3 drums	Scale	inhibitor	2000
Pad	70 Qual	ity Foam	0		6000
1	70 Qual	ity Foam	1		1000
2	70 Qual	ity Foam	2		1000
3	70 Qual	ity Foam.	3		1000
4	70 Qual	ity Foam	4		2000
5	70 Qual	ity Foam	5		3000
6	70 Qual	ity Foam.	6		1500
Flush	B ase Ge	21	0		600
	Rate Anticipated F Maximum Treat		= = ure =		

Monitor pressure after frac for indication of closure. If closure is observed then flow frac back. Otherwise flow back 90 minutes after pumps shut down.

- 8. MIRU wireline company. Run gauge ring and clean out sand if necessary. Set CIBP at 3200'. Test casing and CIBP by pressuring up 4 1/2" casing to 3500 psi. Perforate Yates with 3 1/8" casing gun at 2441'-2458', 2483'-2498', 2506'-2510', 2525'-2530', and 2566'-2578' (all with 2 spf). RDMO wireline company.
- 9. RIH with treating packer on 2 3/8" tubing to ± 2600 '. MIRU stimulating company. NU surface lines and test to 6000 psi. Set packer at ± 2340 '. Breakdown Yates with 3000 gallons of treated 2% KCl water and 159 7/8" RCNBS (sp gr = 1.3). (Bring 250 gallons of 7 1/2% NEFe HCl to use as spot acid if necessary).

Rate	=	8 bpm
Anticipated Pressure	=	4350 p si
Maximum Pressure @ 8 bpm	=	5 350 psi
Maximum Pressure @ 4 bpm	=	4000 psi
Maximum Pressure @ 0 bpm	=	3500 psi

Release packer and run through perfs. POOH.

10. RU stimulation company to frac Yates down 4 1/2" casing. Frac Yates with 35000 gal of 70 Quality N2 foam and 85000 lbs 12/20 sand at 20 bpm. Load, monitor and maintain 1000 psi on 8 5/8"-4 1/2" annulus.

	Rate Anticipated P Maximum Press	= 20 bpm ressure = 2100 psi ure = 3500 psi	
Stage	<u>Fluid</u>	PPG	<u>Volume</u>
Pre-pad	2% KC1 + 3 dr	ums Scale inhibitor	2000
Pad	70 Quality Fo	am 0	11000
1	70 Quality Fo	am 1	3000
2	70 Quality Fo	am 2	4000
3	70 Quality Fo	am 3	4000
4	70 Quality Fo	am 4	5000
5	70 Quality Fo	am 5	6000
6	70 Quality Fo	am 6	2000
Flush	Base Gel	0	1650

Monitor pressure after frac for indication of closure. If closure is observed then flow frac back. Otherwise flow back 90 minutes after pumps shut down.

Keohane A Federal No. 2 Procedure Page 3

- 11. When pressure is relieved RIH with bit and drill out CIBP at 3200'. clean out to CIBP at 3490'. POOH. RIH with mud anchor, SN and production tubing to ±2400'.
- 12. Deliver ±2400' 5/8" grade KD rods to location (with a set of pony rods). Also deliver 2" x 1 1/2" x 10' pump to location. RIH with pump and rods. Space out and put on production. RDMO PU. After one week lower tubing to 3400'. Deliver 1000' of 3/4" KD rods and put back on production. (Production personnel will lower tubing.)

Approved___

T. J. Harrington

_____ Date_____

