

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE  
(Other instructions on reverse side)

EXP. DATE 12/1/86  
LEASE DESIGNATION AND SERIAL

clsf

Alameda, NM 88210

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT" for such proposals.)

1. ☒ OIL WELL ☒ GAS WELL ☐ OTHER

2. NAME OF OPERATOR  
Southland Royalty Company ✓

3. ADDRESS OF OPERATOR  
21 Desta Drive, Midland, Texas 79705

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)  
At surface  
330' FSL & 1650' FEL, Sec. 29, T-18-S, R-31-E

RECEIVED BY  
DEC -8 1986  
O. C. D.  
ALAMEDA, NM OFFICE

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
Shugart "A"

9. WELL NO.  
3

10. FIELD AND POOL OR WILDCAT  
Shugart (Y, SR, Q, G)

11. SEC., T., S., M., OR BLE. AND SURVEY OR AREA  
Sec. 29, T-18-S, R-31-E

12. COUNTY OR PARISH  
Eddy

13. STATE  
N.M.

14. PERMIT NO. 15. ELEVATIONS (Show whether DF, RT, GR, etc.)

Unknown

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF	<input type="checkbox"/>	PULL OR ALTER CASING	<input type="checkbox"/>
FRACTURE TREAT	<input type="checkbox"/>	MULTIPLE COMPLETION	<input type="checkbox"/>
SHOOT OR ACIDIZE	<input type="checkbox"/>	ABANDON*	<input type="checkbox"/>
REPAIR WELL	<input type="checkbox"/>	CHANGE PLANS	<input type="checkbox"/>

(Other) Complete Queen & Penrose XX

SUBSEQUENT REPORT OF:

WATER SHUT-OFF	<input type="checkbox"/>	REPAIRING WELL	<input type="checkbox"/>
FRACTURE TREATMENT	<input type="checkbox"/>	ALTERING CASING	<input type="checkbox"/>
SHOOTING OR ACIDIZING	<input type="checkbox"/>	ABANDONMENT*	<input type="checkbox"/>

(Other) (NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.) \*

SEE ATTACHED PROCEDURE

18. I hereby certify that the foregoing is true and correct

SIGNED Cathy Probs

TITLE Engineering Tech III

DATE 12/1/86

(This space for Federal or State office use)

APPROVED BY  
CONDITIONS OF APPROVAL, IF ANY:

TITLE

DATE

12-4-86

\*See Instructions on Reverse Side

Shugart A #3

1. MIRUPU. Unload  $\pm 3800'$  2 3/8" workstring. ND wellhead. NU BOP.
2. RIH w/pkr & RBP & set RBP @  $\pm 2400'$ . Set pkr & press test RBP to  $\pm 1000\#$ . Spot  $\pm 20'$  sand on top RBP. Press test csg to 500# to check for holes. POH w/pkr.
3. RU electric line. Perf two sqz holes @ 850' w/4" OD csg guns.
4. Tie onto 5 1/2" csg. Break circ between 5 1/2" & 8 5/8" csg. Circ out  $\pm 50$  bbl prod wtr. Low-press cmt sqz by pmpg  $\pm 165$  sx Cl "C" w/2% CaCl & displ w/ $\pm 20$  bbl in order to leave 50' cmt in 5 1/2" csg. Close in bradenhead & obtain  $\pm 500$  psi sqz. SION.
5. RU reverse unit. Set 1-500 bbl steel tank & load w/prod wtr. RIH w/4 3/4" bit w/ $\pm 6-3$  1/2" DC. DO cmt. Press test sqz to  $\pm 500\#$ . POH w/bit.
6. RIH w/RBP catcher & circ snd off & POH w/RBP.
7. RIH w/bit w/ $\pm 6-3$  1/2" DC's. DO cmt @ 5 1/2" csg shoe @ 2694'. CO probable cmt, wood & gravel in open hole to original TD @ 3763'. Circ hole clean w/prod wtr. POH w/bit.
8. Unload  $\pm 3800'$  4" flush joint csg. Drift & visually inspect @ location. PU & RIH w/4" full-length liner.
9. Circ annular volume twice to clean hole. While rotating the 4" liner, cmt in place w/ $\pm 500$  gals reactive spacer + 475 sx 50/50 pozmix Cl "C" cmt. Cmt volume designed to circ to surf w/50% excess in open hole & 25% excess in cased hole.
10. Install 4" x 5 1/2" 2000# csg head. Cut off excess 4" liner. SION.
11. RU reverse unit. RIH w/bit. Clean & DO cmt to float shoe. Circ hole clean w/2% KCl. POH w/bit & LD workstring.
12. RU electric line. Run GR-CNL-CCL from PB to  $\pm 2000'$ . Run CBL log from PB to  $\pm 2000'$  w/both 0 and  $\pm 1000\#$  press.
13. RDPU for preparation of completion procedure & obtain stimulation bids. Pick perfs & determine if channels exist & if cmt sqz is needed.
14. Based on offset wells, 3 intervals (lower Penrose @  $\pm 3650'$ , Upper Penrose @  $\pm 3500'$  & Queen @  $\pm 3250'$ ) will be separately completed. Each should involve  $\pm 20'$  of perfs,  $\pm 2000$  gals acid clean ups &  $\pm 25,000$  gals 30 ppg cross-linked 2% KCl wtr &  $\pm 60,000\#$  20/40 snd frac jobs. Shown below is a general procedure for one interval:
  - a. Perf  $\pm 20'$  w/3 1/8" OD csg guns @ 2 JSPF.
  - b. RIH w/pkr to btm perf. Spot  $\pm 200$  gals 15% HCl.
  - c. Breakdwn perfs & acdz w/ $\pm 2000$  gals 7 1/2% HCl + additives + RCNBS @ minimum 4 BPM.
  - d. Swb back acid load & test.
  - e. If needed, frac dwn 2 3/8" tbg w/ $\pm 25,000$  gals 30 ppg cross-linked 2% KCl wtr + 60,000# 20/40 sd @  $\pm 10$  BM. Flush w/slick 2% KCl wtr.
  - f. Pull & set RBP above perfs. Press test. POH w/pkr.
  - g. Repeat step #14 for each zone.
15. POH w/pkr & RBP. LD & truck away workstring.
16. MIRUPU on Shugart A #5. POH & LD insert pmp & steel rods. POH & LD 2 3/8" tbg. RDPU. Leave well shut-in. Move tbg & rods to #3.
17. PU & RIH w/prod tbg from #5 as follows:  $\pm 3100'$ ,  $\pm 100$  jts 2 3/8" tbg, cup type SN @  $\pm 3100'$ , 1-2 3/8" x 4' perf sub @  $\pm 3101'$  & 1 jt 2 3/8" mud anchor w/bull plug to  $\pm 3131'$ .
18. RIH w/pmp & rods from #5 as follows: 25'-1" x 1 1/4" polish rod, 3050' - 122-3/4" steel rods (grade D) & 1-2" x 1 1/2" x 12' insert pmp. RDPU.
19. Transfer from Shugart "A" #5 a Conventional Cabot 57-95-48 pmpg unit & 15 hp electric motor & set on subject well. Tie into electric system. Set on full 48" storke &  $\pm 10$  spm.
20. Tie flowline to pmpg tee. Hook up portable tester. Start well pmpg. Report daily tests. When frac snd stops being prod, lower pmp to below btmperf.