THRESHOLD DEVELOPML., F COMPANY CONOCO "7" STATE WELL NO. 3 EDDY COUNTY, NEW MEXICO Page 2

1

- 14) Flowed and swabbed 60 BLW, recovered 20% oil at end of day 5-7-81.
- 15) Perforated Grayburg 2202-2204' total 3 holes, 2206-2209' total 4 holes, 2213-2216' total 4 holes, 2235-2239' total 5 holes 5-13-81.
- 16) Set BP at 2275' and packer at 2150'.
- 17) Acidized with 2000 gals. 15% NE acid using 15 ball sealers.
- 18) Opened well and flowed back 10 bbls. acid water and swabbed 10 bbls. gas-cut water.
- 19) Swabbed and tested, recovered 20 bbls. fluid plus 10 BO per day.