Form 3160-5 (April2004)

UNITEDSTATES

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NM05791

SUNDRY NOTICES AND REPORTS ON WELLS

FORMAPPROVED OM B No. 1004-0137 Expires: March 31, 2007 5. Lease Serial No.

Do not use th abandoned we	is form for proposals to drill ell. Use Form 3160-3 (APD) fo	6. If Inc	6. If Indian, Allottee or Tribe Name					
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No			
I. Type of Well OilWell	Gas Well Other			8 Well	Name and No.			
2. Nameof Operator					GRAHAM C WN FED COM 1A 1A			
ConocoPhillips Company	9. API	9. API Well No.						
3a. Address 3b. PhoneNo.(include area code)					30-045-22516			
PO BOX 4289 Farmingto		10. Field and Pool, or Exploratory Area Blanco Mesaverde / Otero Chacra						
	e., T., R., M., or Survey Description)				unty or Parish, State			
1050' SOUTH 1600' EAS UL: O, Sec: 9, T: 27N, R:					JUAN			
12. CHECK A	PPROPRIATE BOX(ES)TO INDICA	ATE NATURI	E OF NOT	ICE, REPORT,	OR OTHER DATA			
TYPE OF SUBMISSION		TYP	EOF ACTI	ON				
	Acidize Deepe	en	Produc	tion (Start/Resum	e) Water Shut-Off			
X Notice of Intent	AlterCasing Fracti	ureTreat	Reclam	ation	Well Integrity			
Subsequent Report		Construction	Recom		X OtherDHC			
		and Abandon		rarily Abandon				
Final Abandonment Notice	Convert to Injection Plug I	Back	☐ Water [Disposal				
CONDITIO	ONS OF APPROVAL aviously issued stipulations.	100 mg/s	EBUTTO MA	V2006	58 MW 18 70 2 17			
14. I hereby certify that the fore;	DHC2305	AL	The state of the s	t godd i'r				
Name (Printed/Typed)	, ,		.					
Juanita Farrell	Title Regulatory Analyst							
Signature dinet	Farrell	Date 05/18/2006						
	THIS SPACE FOR FEDER	AL OR ST	ATE OF	FICE USE				
Approved by Wall	Halbut	Tit	PEIK	ENG	Date 5-24-06			
	attached. Approval of this notice does not valor equitable title to those rights in the sub to conduct operations thereon.		īce	BLM-	FFO.			

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



ConocoPhillips

San Juan Workover Procedure

'Our work is never so urgent or important that we cannot take time to do it safely.'

WELL: Graham C Wn Fed Com #1A (Chacra / MV) Dual

Objective: Down hole co-mingle the Chacra and Mesa Verde zones and upgrade the plunger lift system

WELL DATA:

API: 3004522516

Location:

Sec/Tn/Rg: Sec 9(O), T-27N, R-8W

Lat: 36 deg 35' 3.048"N Long: 107 deg 40' 58.8"W

Elevation:

GLM 6048'

KBM 6061'

TD: 4719°

PBTD: 4685°

Perforations: Chacra – (3162'- 3196') MV – (3891' – 4643')

Existing Casing, Tubing and Packer Information

	OD (in)	Depth (ft)	ID (inches)	Weight (#/ft)	Grade	Burst (psi)	Collapse (psi)	Cmt top
Surface	8-5/8	260	8.100	24	K-55	2950	1370	Surface
Intermediate				1				
Production	5-1/2	4719	4.950	15.5	K-55	4810	4040	unknown
Production Liner								
MV Tubing	2-1/16	3875	1.75	3.25	N-80	10590	11180	
CH Tubing	1-1/2	3177	1.610	2.76	CW-55	7350	7750	
Packer	4.9	3875	1.75	Baker	Mod "D"			

PROCEDURE:

All plunger lift equipment will be removed from the tubing, before the scheduled rig arrival. If plunger lift equipment cannot be removed, a wireline slip stop will be set above equipment,, to make sure equipment cannot come to surface, while working tubing string.

Ensure that well is shut in, energy isolated, locked and tagged out; Cathodic protection disconnected. Record SI tbg; SI csq: Braidenhead pressures.

- 1. Hold pre-job Safety Meeting. Verify recent anchor inspection.
- 2. MI & RU WO rig.
- 3. If necessary, kill well w/ 2% KCL water (contingent on Category designation of well; refer to COPC well control manual). ND wellhead and NU BOPE. (refer to COPC well control manual, Sec 6.13).
- 4. Set necessary barriers in tubing.
- 5. Chacra Short String POOH with 1-1/2" tubing, laying down.
- 6. MV Long String Pick on tubing and lay down tubing hanger. Pull Mod "G" locator seal assembly out of 5-1/2" packer at 3875'. POOH w/ 2-1/16" tubing, laying down.
- 7. MO float trailer with old tubing. Spot in float trailer with new or inspected 2-3/8" tubing.
- 8. Hot shot in drill collars and fishing equipment, needed to mill up and retrieve a 5-1/2" Mod D packer.
- 9. RU air / foam package. PU drill collars, mill and packer plucker assembly. RIH on 2-3/8" tubing, to mill and retrieve 5-1/2" Mod D packer. POOH, w/tubing. Lay down DC's, mill and fishing assembly, with 5-1/2" packer fish.
- 10. MI Wood Group, wellhead supplier. Upgrade wellhead to hang 2-3/8" single production string.
- 11. Run mule shoe on bottom, 1.78", "F" profile nipple, RIH w/ 2-3/8", EUE, 4.7#, J-55 tubing. Clean out with air/foam to PBTD @4685' KB. POOH with tubing to land @4530" + or = Rabbit tubing with 1.901" diameter drift bar adhere to attached Tubing Drift Check Procedure.
- 12. ND BOP. NU WH. Turn well over to production. Notify Operator. Marvin Charley 505-947-5732. Operator will coordinate roustabout crew, to manifold wellhead to flow line and re-configure plunger equipment.
- 13. Sweep well clean with air/foam and start flowing.
- 14. RD MO rig.

Notify Cathodic protection personnel after job is complete so cathodic protection equipment can be re-activated. Ensure pit closures done.

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCE OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION ECE DIVISION FOR THE PURPOSE OF **CONSIDERING:**

OIL COM. DIV.

CASE NO. 11035 ORDER NO. R-10207

APPLICATION OF CONOCO, INC. FOR DOWNHOLE COMMINGLING, SAN JUAN COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on September 1, 1994 at Santa Fe, New Mexico, before Examiner Jim Morrow.

NOW, on this 30th day of September, 1994 the Division Director, having considered the testimony, the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

- Due public notice having been given as required by law, the Division has iurisdiction of this cause and the subject matter thereof.
- Case Nos. 11028, 11029, 11030, 11031, 11032, 11033, 11035 and 11036 were consolidated for the purpose of presenting testimony at the hearing.
- In Case No. 11035, the applicant, Conoco, Inc. (Conoco), seeks approval for the downhole commingling of production from the Otero Chacra and Blanco Mesaverde Pools in its Graham C "WN" Federal Well No. 1A, located 1050 feet from the South line and 1600 feet from the East line (Unit O) of Section 9, Township 27 North, Range 8 West, NMPM, San Juan County, New Mexico.
- The SE/4 of said Section 9 (160 acres) is dedicated to the Otero Chacra completion and the E/2 of Section 9 (320 acres) is dedicated to the Blanco Mesaverde completion. The same working interests and royalty interests share ownership in both completions but the division of ownership among the owners is different for the two completions.

- (5) Conoco submitted data showing that the owners of interests in the well and offset operators have been notified of the application. No interest owner or offset operator appeared at the hearing in opposition to the application. A letter of approval from the Bureau of Land Management was submitted into the record.
- (6) Data was presented at the hearing showing that both completions are low volume producers and that the Otero Chacra completion is below the economic limit. The proposed commingling is necessary to permit the zone to be produced economically.
- (7) Based on the bottomhole pressure data presented at the hearing, there should be no cross flow between zones. The bottomhole pressures in the Otero Chacra are 98% that of the Mesaverde.
 - (8) No reservoir damage due to incompatibility of reservoir fluids is expected.
- (9) Commingling is expected to increase total recovery by 25.2 MMCF in 10 years.
- (10) Conoco proposed a method of allocating gas production to the two zones based on current producing rates and relative BTU values. Using current tests, 14.37% of production would be allocated to the Otero Chacra and 85.63% to the Mesaverde. Final percentages would be determined based on a combined test following commingling. It is expected that total commingled production will show an increase due to the removal of the packer from the well. Conoco proposes that any increase be attributed to the lower (Mesaverde) zone. Final percentages for gas allocation would be determined after consulting with the supervisor of the Aztec District Office of the Division.
- (11) Conoco submitted tests and production records to support their proposal that any condensate production be allocated to the Mesaverde following commingling.
- (12) Approval of this application is in the best interest of conservation and will serve to prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED THAT:

(1) The application of Conoco, Inc. for authority to downhole commingle production from the Otero Chacra and Blanco Mesaverde Pools in its Graham C "WN" Federal Well No. 1A, located 1050 feet from the South line and 1600 feet from the East line (Unit O) of Section 9, Township 27 North, Range 8 West, NMPM, San Juan County, New Mexico, is hereby approved.

Case No. 11035 Order No. R-10207 Page No. 3

- determining the proper allocation of gas production using the method discussed in Finding Conoco shall consult with the Supervisor of the Aztec District Office in Paragraph No. (10) of this order.
- (3) Final gas allocation percentages shall be reported by Conoco to the Santa Fe Office of the Division referencing this case and order number.
- The operator is responsible for reporting the monthly gas production from the subject well using the allocation method herein adopted.
- Any condensate production shall be allocated entirely to the Mesaverde 3 interval.
- (6) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

WILLIAM J. LEMAY Director

SEAL