UNITED STATES

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RCVD DEC 17'07 OIL CONS. DIV. DIST. 3

	Sundry Notices and Reports on Wells				
1.	Type of Well GAS	RECEIVED DEC 13 2007	5. 6.	Lease Number SF-079521-A If Indian, All. or Tribe Name Unit Agreement Name	
2.	Name of Operator BURLINGTON RESCURCES OIL & GAS COMP	Bureau of Land Management Farmington Field Office ANY LP		San Juan 28-5 Unit	
3.	. Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 (505) 326-9700		- 8. 9.	#60 9. API Well No. 30-039-07341	
4.	Location of Well, Footage, Sec., T, R, M Sec., TN, RW, NMPM		10.		
Unit A (NENE), 990' FNL & 1190' FEL, Sec. 29, T28N, R5W NMPM			11.	Blanco MV/Basin DK County and State Rio Arriba Co., NM	
12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OT Type of Submission X				DATA Other –	
	Describe Proposed or Completed Operations s intended to conduct a MIT to determine	e if a casing failure has occurred acc	ording	to the attached procedure	
Sig (Th AP CC	is space for Federal or State Office use) PROVED BY Original Signed: Stephen Mason NDITION OF APPROVAL, if any: 18 U S C Section 1001, makes it a crime for any person knowingly and willfully to inited States any false, fictitious or fraudulent statements or representations as to an	In a Thompson Title Regulatory Tech Title Title The make any department or agency of	1	Date	

ConocoPhillips SAN JUAN 28-5 UNIT 60 (MV DK) MIT/ Casing Repair and Possible Zone Squeeze of Lewis Shale

Lat 36° 38' 13.2" N **Long** 107° 22' 26.92" W

Dryonis Pertuso Prepared By: Date: 10/31/2007 BAE Peer review/approved By: Asif Bari Date: 11/01/2007

Scope of work: The intent of this procedure is to perform a mechanical integrity test (MIT) to the 4 1/2" production casing. If the test fails, squeeze any holes with cement (pay especial attention to the interval 2474'-2804') in the 4 1/2" production casing. Isolate the Lewis Shale interval (4533'- 4712') completed in September 2005 with a RBP set @ 5400'. Perform a water production test, gather a water sample and analyze it. If the water production of this zone matches the results of the water analysis performed on 10/25/2007 and the zone produces more than 10 bbls/d of water, then squeeze this zone. The wellbore will then be cleaned out and returned to production.

A pit will be required for this procedure.

Remaining reserves: Dakota (560 MMscf).

Est. Cost: \$116.2 Est. Rig Days: 10

WELL DATA:

API: 30-039-073410000

990' FSL & 1190' FEL, Unit A, Section 029- T28N - R05W Location:

PBTD: 7797' **TD:** 8012'

Perforations: 4,533'-4,712' (Lewis Shale), 5,349'-5,540' (CLFH/ MNFEE), 5,612'-5,863'

(MNFEE/ PTO), 7,782'-7,980' (DK)

Well History:

This well was drilled in 11/07/1962 and was first delivered 13/28/63 as a stand alone Dakota well (7782' - 7980'). During the original drilling, a DA packer was set @ 7743' to isolate the DK from the above formations due to several casing problems. In 1999 the packer was removed and casing leaks were repaired. The well had an avg production of 110 Mcf, until it was re-completed and commingled in 2005 with MV. After the re-completion the well was unable to recover and maintain its production due to excessive water production. During the re-completion, several holes in the 4 1/2" (production casing) were detected and cement squeezed. On October 2007 a swabbing unit tried to unload the well. A total of 356 bbls of liquid were recovered in three days, but the well was not able to produce for more than 30 min each run. In the last run recovered 45 bbls of liquid in less than 14 hrs. Ram has stated that there are no indications that this liquid is coming from MV Perfs. A water analysis (10/25/2007) showed values far different from the normal values of MV produced water. The CBLs indicate poor cement from 4400' to surface. After this analysis two possible options arises: the first which seems to be the more likely is the presence of some holes inside the 4 1/2" casing permitting the water to enter the wellbore and the second option could be water channeling from Ojo Alamo to Lewis Shale.

B2 Adapters are required on all wells other than pumping wells.

Artificial lift on well (type): plunger lift

Est. Reservoir Pressure (psig): 2100psi (DK) 600psi (MV)

Well Failure Date: August 2007

Current Rate (mcfd): 0 Est. Rate Post Remedial (mcfd): 90

Earthen Pit Required: YES

Special Requirements: 2 hour chart for MIT, Nalco to run water test on site.

BAE Production Engineer: Dryonis Pertuso, Office: (505) 559-3409, Cell: (505) 320-6568

BAE Backup: Jim Arroyo, Office: (505) 599-3477, Cell: (505) 320-2568

Area Foreman: Mark Poulson Cell: (505)320-2523

Lead: Joey Becker Cell: (505) 320-2548

MSO: Greg Cathey Cell: (505) 486-5987

ConocoPhillips SAN JUAN 28-5 UNIT 60 (MV DK) MIT/ Casing Repair and Possible Zone Squeeze of Lewis Shale

Lat 36° 38' 13.2" N Long 107° 22' 26.92" W

PROCEDURE:

- 1. Send slickline to pull any down-hole equipment (bumper spring). If not able to pull, set three slip stop above obstruction.
- 2. Hold safety meeting. Comply with all NMOCD, BLM, and ConocoPhillips safety and environmental regulations. Test rig anchors prior to moving in rig.
- 3. MIRU. check casing, tubing, and bradenhead pressures and record them in Wellview. RU blow lines from casing valves and begin blowing down casing pressure. Load well with 2% Kcl if necessary. ND wellhead NU BOP.
- 4. Unseat donut, remove hanger, and pull 2-3/8" tubing. TOOH with tubing (detail below). Tubing is currently landed @ 7932'.

(250 jts) 2-3/8" 4.7# J-55 tubing

- (1 jt) 2-3/8" X 2' 4.7# J-55 pup joint
- (1 jt) 2-3/8" 4.7# J-55 tubing
- (1) 2-3/8" X 1.995" ID "F" Nipple set @ 7931'
- (1) Expendable Check set @ 7932'

Visually inspect tubing and record findings in Wellview. Make note of corrosion or scale. Please notify engineer of any unusual findings.

- 5. PU and TIH with RBP for 4-1/2" 11.6# casing on the 2-3/8" tubing, set RBP within 50' of the top Lewis Shale perfs @ 4500' and set a packer to test RBP to 500psi for 10 min.
- 6. Unset packer and test casing to 500psi for 30 min on a 2 hour chart. If test passes, go to Step 13. If test fails, continue with the next Step
- 7. NU wireline and run a Casing inspection log & CBL (Run Radii Sector log from Blue Jet) from 4500' up to surface (Blue Jet) (two different runs) send logs to Rig Superintendent/ BAE Production Engineer, ND wireline unit.
- 8. Pull up a packer and isolate the hole(s) in the casing, pay especial attention to the interval 2633′–2830′ (Ojo Alamo), record location of holes and contact Rig Superintendent and Production Engineer to obtain necessary regulatory approvals and proper squeeze design.
- 9. RU Cement company, try to get injection rate and returns to surface with water, cement all squeeze holes, circulate to surface if possible.
- 10. TIH with 3-7/8" bit and drill out excess cement left in 4 $\frac{1}{2}$ casing to RBP set @ 4500'. TOOH.

11. Perform a charted pressure test on casing (after squeezed) to 500 psi for 30 minutes on a 2 hour chart. If test fails go back to step 10 and Call Rig Superintendent and Production Engineer. If test passes continue to step 13.

NOTE: Rig Supervisor and Production Engineer will decide when to cease squeezing and run Woolley liner. If necessary, RU, RIH, set and cement a 3 ¾" wooley liner to 4450′ (flush to flush connection), hang it to the well, run CBL to see cement quality, contact Rig Superintendent /Production Engineer for confirmation on running and cementing Woolley Liner.

- 12. Retrieve RBP set @ 4500', TOOH with RBP.
- 13. Set RBP at 5310' (39' above MNFEE top perfs). PU, TIH and land tubing @ 4750'. Swab well if necessary and record time, fluid volume, and fluid levels. Produce well, monitor and record water production for 12 hour period. If well won't produce, contact Production Engineer or Rig Superintendent. If water production obtained if less that 10 bbls continue to the next step and if water prod is more than 10 bbls/ day, take a sample (Nalco to run water test on site) a send results to Production Engineer, Production Engineer to give further instruction (be prepared for plugging the zone).
- 14. Retrieve RBP set @ 5310', TOOH with RBP. TIH with tubing to clean out wellbore to PBTD @ 7997'.
- 15. TIH and land tubing @ 7931' (detail below), run a drift test while TIH with tubing joints.
 - (1) Expendable Check set @ 7932'
 - (1) 2-3/8" X 1.995" ID "F" Nipple set @ 7931'
 - (1 jt) 2-3/8" 4.7# J-55 tubing
 - (1 jt) 2-3/8" X 2' 4.7# J-55 pup joint
 - (250 jts) 2-3/8" 4.7# J-55 tubing
- 16. Always install a full joint at top to allow for stripping the landing donut in and out of the well safely.
- 17. Pressure test tubing to 1000 psig to ensure no holes in the tubing.
- 18. ND BOP, NU wellhead Pump out expendable check and blow the hole dry to kick off the well. Tubing volume to SN is \sim 30.7 bbls.
- 19. Notify the lease operator when the well is ready to run plunger and return to production. RDMO
- 20. Should you have any questions or need additional info, please contact Production Engineer.

