submitted in lieu of Form 3160-5

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

MAY 22 2008

Sundry Notices and Reports on Wells		Bureau of Land Management Farmington Field Office	
		Lease Number	
1. Type of Well	6.	SF-079037 If Indian, All. or	
GAS	о.	Tribe Name	
	7.	Unit Agreement Name	
2. Name of Operator PUDUNICTON			
BURLINGTON RESCURCES OIL & GAS COMPANY LP			
THE GOOD TO LO OIL & GAS COMPANT LI			
	 8.	Well Name & Number	
3. Address & Phone No. of Operator		Hale #351	
PO Box 4289, Farmington, NM 87499 (505) 326-9700	9.	API Well No.	
4. Location of Well, Footage, Sec., T, R, M		30-045-27649	
Sec., TN, RW, NMPM	10.	Field and Pool	
Unit K (NESW), 1840' FSL & 1460' FWL, Sec. 34, T31N, R8W NMPM	11.	Basin FRC County and State San Juan, NM	
☑ Notice of Intent ☐ Abandonment ☐ Change of Plans ☐ Subsequent Report ☐ Plugging ☐ Non-Routine Fractur ☐ Final Abandonment ☐ Casing Repair ☐ Water Shut-off ☐ Altering Casing ☐ Conversion to Injection	ion	her: MIT	
		AICI . WIT	
13. Describe Proposed or Completed Operations			
Burlington Resources intends to perform a MIT on the following well. Pl	ease see the a	attached procedure.	
		RCVD MAY 27'08	
		OIL CONS. DIV.	
		NST. 3	
14. I hereby cortify that the foregoing is true and correct.			
Signed // Philana Thompson Title Rep	gulatory Tech	Date <u>5/22/08</u>	
(This space for Federal or State Office use) APPROVED BY Original Signed: Stephen Mason Title		Date MAY 2 3 2009	
CONDITION OF APPROVAL, if any:		Date	
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or traudulent statements or representations as to any matter within its jurisdiction.			

ConocoPhillips

Hale 351 (FRC)

MIT/ Hollow Rods Pump Installation

Lat 36° 51' 7.668" N Long 107° 39' 57.06" W

Prepared By:

Review/approved By:

Dryonis Pertuso Date: 04/28/08

Stan Terwilliger Date: 05/21/08

Scope of work: Perform a MIT on the 7" intermediate casing. Pull rods, pump, and tag for fill.

Clean out as necessary with a bailer. Inspect and replace bad tuning joints, rerun tubing and run an insert pump with a hollow valve and hollow rods (IJ 1" tubing). Uplift is estimated at 250 Mcfd and the payout is estimated at 4.6

months with current gas prices.

Est. Rig Days:

5

RFE #:

WELL DATA:

SAFETY ALERT: This well has high H2S concentration last analysis showed 250 ppm.

API:

30-045-27649

Location:

1840' FNL & 1460' FEL, (Spot K), Section 34 - T31N - R08W

PBTD:

3236' TD: 3237'

Perforations: 2928'-2970', 2992'-3013' FRC (perforated liner)

Well History: This well was completed 1990. As a Fruitland coal producer. The well had been

producing very steady until 2004. Since then, several tubing integrity problems have been detected and fixed, all these problems can be attributed to the incontrollable concentrations of H2S in the wellbore. The well has been shut in due to the high concentration of H2S. Neither bath treatment nor surface continuous treatment has been effective. Therefore, in order to optimize the chemical injection and consequently be able get this well back to production, it is recommended to run hollow rods and hollow valve rod pump, in order to inject H2S scavenger continuously through the Tubing-hollow rod annulus. After this job is completed, it is expected the well get back to its normal production of 250

Mcfd.

Artificial lift on well (type):

American T17, C96 Arrow (20hp)

Est. Reservoir Pressure (psig):

150 (FRC)

Well Failure Date:

Well shut in due to High H2S concentration.

Current Rate (Mcfd): 0

Est. Rate Post Remedial (Mcfd): 200

Earthen Pit Required:

NO

Special Requirements: 3340' of 1" J-55 IJ tubing to be used as hollow rods. Pick up additional 2 3/8 J-55 tubing for replacement. New 2"x 1-1/4" x12' RWBM-Z-HVR bottom insert Hollow rod pump with Double standing valve, single traveling valve, and hollow valve on the top on the plunger, Wellhead adapter and hoses to connect hollow rods liquid outlet to surface lines, a new hollow pull tube with a liner, a new stuffing box if required, and a modified PGA Anchor joint with the two rows of slots located 3' below top coupling

PE Production Engineer: Dryonis Pertuso, Office: (505) 599 3409, Cell: (505) 320 6568

PE Backup: Jim Arroyo, Office: (505) 599 3437, Cell: (505) 320 2568

MSO: David Aguirre Cell # (505) 486-1902

 Lead:
 Howard Self
 Cell # (505) 324-5127

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

ConocoPhillips

Hale 351 (FRC)

MIT/ Hollow Rods Pump Installation

Lat 36° 51' 7.668" N Long 107° 39' 57.06" W

PROCEDURE:

- 1. Hold pre-job safety meeting. Comply with all NMOCD, BLM, and COPC safety and environmental regulations. Test rig anchors prior to moving in rig. Make sure the well has been bath treated with H2S scavenger before starting the job (call MSO or Production lead for confirmation).
- 2. MIRU workover rig. Check casing, tubing, and bradenhead pressures and record them in Wellview.
- 3. RU blow lines from casing valves and begin blowing down casing pressure. Remove polished rod from carrier bar. ND stuffing box. Load tubing as necessary to keep from gassing with 2% KCl water or produced water.
- 4. Pressure test tubing to 500 psi before unseating the pump.
- 5. Pull rods and pump. Look for indications of scale, corrosion or wear. Note in daily report, see detail below, Lay down rods and send it to COP yard.

From Bottom to Top:

- (1) 1-1/4" x 22' polished rod
- (1) 34" x 8' pony rods
- (61) 34" quided rods
- (34) 34" sucker rods
- (21) 34" guided rods
- (2) 3/4" x 8' guided pony rods
- (3) 1-1/4" sinker bars
- (1) Norris shear coupling (22,000 #)
- (2) 34" x 8' guided pony rods
- (1) 2"x 1-1/4" x14' RHAC insert pump
- (1) 1" x 10' gas anchor/dip tube
- 6. Nipple down wellhead and nipple up BOP stack.
- 7. Pump 2% KCl fluid as necessary to maintain well control, although dumping the tubing load should go along way toward killing it (minimize the amount of fluid put on the formation as bottom hole pressure is estimated at 150 psi). Pull hanger and remove. Pull one stand and wait 15 minutes for any fill to settle (note weight of string when pulling). Go back to bottom and tag for fill. POOH. See tubing string detail below:

From Bottom to Top:

- (1) 2 3/8" x 31' 4.7# J-55 tubing joint
- (2) 2-3/8" x 5' tubing subs
- (97) 2 3/8" x 31' 4.7# J-55 tubing joints
- (1) 2-3/8" x 1.78" Seating nipple set at 3.334'
- (1) 2 3/8" x 32' Patterson Gas Anchor joint
- (1) 2-3/8" Bull plug
- 8. Pick up and TIH with an RBP and Packer for 7" 23# K-55 casing on the 2 3/8" tubing.

- 9. Set RPB 50' above the top of the liner (to of liner @ 2,880'), unlatch from RBP and set packer to test RBP for 15min.
- 10. Unset packer and test casing to 500psi for 30 min on a 2 hour chart. If test passes, continue as follows. If test fails, contact Rig Superintendent and BAE Production Engineer (be prepared for squeezing the hole(s)).
- 11. If there is fill in the well, run in with bailer and clean out fill to PBTD of 3,074'. Make at least two trips to make sure the well is clean.
- 12. Run in hole the bottom-hole assembly as follows, see detail below, land tubing @ 3,066'.

Bottom to Top

- (1) 2-3/8" Bull plug
- (1) 2 3/8" x 32' Modified Patterson Gas Anchor joint with the two rows of slots located 3' below top coupling.
- (1)2 3/8" F-nipple (ID 1.72") @ 3,033'
- (1) 2 3/8" x 8' perforated joint
- (~96) 2 3/8" x 31' 4.7# J-55 tubing joints
- (1) 2 3/8" x 31' 4.7# J-55 tubing joint

Note: Use pup joints as necessary to reach landing depth, Always install a full joint at the top of the string

- 13. Nipple down BOP and nipple up wellhead with the facilities/ assembly required to hook up chemical injection through the tubing-hollow rods annulus.
- 14. RIH with the following pump and rod string and space out pump using pony rods as necessary.

Bottom to Top

- (1) 1" x 12' gas anchor/dip tube
- (1) RWBM-Z-HVR 2"x 1¼"x 12' bottom insert Hollow rod, with Double standing valve, single traveling valve, and hollow valve on the top of the plunger
- (\sim 98) Joints of IJ Tubing 1.315" J-55 (1" Nom OD) (Use 1 +/- tubing joint as necessary to obtain proper landing depth and should be spaced out for 64" stroke)
- (1)Pull Tube 1-1/2" x 24' Connector (Hollow Polished Rod) with 1 3/4" Liner
- (1) 10" Top Pull Tube Adaptor
- 15. Nipple up stuffing box and rod rotator.
- 16. Place 90 degrees Swivel with 1" ID Hose with winter insulator (~12' Length)
- 17. Stroke pump to 500 psig and tie polished rod to pumping unit. Verify well pumps up before moving out. Set the pumping unit, re-plum the wellhead in such way that the chemical can be injected through the tubing-rods annulus and the water produced through the hollow rods, and set stroke not to Tag (NO TAG!).
- 18. Notify Operator that the well is ready to be returned to production.

See Attached Wellbore Schematic and Pertinent Well Data Sheet:

