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	UNITED STATES DEPARTMENT OF THE INTERIOR	FORM APPROVED
Form 3160-		Budget Bureau No. 1004-0135
(June 1990	BUREAU OF LAND MANAGEMENT	Expires March 31, 1993 5. Lease Designation and Serial No.
	SUNDRY NOTICES AND REPORTS ON WELLS	
	De not use this form for more sets to drill as to deep on or regent store different reconver	NM-103603-A- 03603A
	Use "APPLICATION FOR PERMIT -" for such proposals	6. If Indian, Allottee or Tribe Name
	SUBMIT IN TRIPLICATE ()7() Forrelation	N IX
	1. Type of Well	7. If Unit or CA, Agreement Designation
	🔄 Oil Well 🛛 Gas Well 🔄 Other	8. Well Name and No.
	2. Name of Operator	
	M & G Drilling Company, Inc. OGRID # 141852	Hammond # 47R
		9. API Well No.
	3. Address and Telephone No.	
	PO Box 2406 (505) 566-3725	30-045-22759
Λ	Farmington, NM 87499	10. Field and Pool, or Exploratory
Πc	4. Location of Well (Footage, Sec, T. R., M, or Survey Description)	
T		Blanco Mesaverde (Gas)
AV	1550' FSL & 970' FWL Sec 35, T27N, R08W 🔀 💦 🖓	11. County or Parish, State
	Unit Letter L	San Juan County
		New Mexico
	12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT,	
	TYPE OF SUBMISSION	181N
	Notice of Intent Abandonment	Change of Blanc
	Notice of Intent Abandonment Recompletion	Change of Plans New Construction
	Subsequent Report Plugging Back	Non-Routine Fracturing
	Casing Repair	Water Shut-Off
	Final Abandonment Notice	Converion to Injection
	Other <u>PAY ADD</u>	Dispose Water
		(Note: Report results of multiple completion on Well
<u> </u>	13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, inclu	Completion or recompletion Report and Log Form)
	If well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and	
M&G Drilling plans to add the Meneffe formation to the existing Pt. Lookout per the attached procedure.		
		AS On SI PA
		1. 51-51 No.
	<i>,</i>	
	11 Ibert marked in 1 12 million	
	14. I hereby certify that the foregoing is true and correct	
	Signed: K C C C Title: Consultant fo	r M&G Drilling Date: 10-03-2003
	Thomas E. Mullins	
	This space for federal or state office use	
	Approved by: Title:	Date:003
		OCT 20
		00.
Title 18 L	U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United S	ates any false, ficticious, or fraudulent statements
or repres	sentations as to any matter within its jurisdiction	

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M&G Drilling Company, Inc. **Hammond # 47R** Lease NM-03603A (160 Acres) SW/4-Sec 35-T27NR08W API # 30-045-22759

Directions to the Wellsite (Hammond # 47R):

Take Hwy 64 East from Bloomfield. After passing through the town of Blanco, and crossing the San Juan River. Turn South (Right) on CR-4450 (aka Largo Road). Travel South on the main Road, Crossing 4 mile bridge and the 7.5 Mile bridge. Continue to travel south a total of 18.1 miles +/-, until reaching the dead(live ?) cottonwood tree on the left hand side of the road. Turn Right (West) at the cottonwood, and travel 1.3 miles west to the fork in the road, take the left fork (South), and travel 0.5 miles up the steep hill. You will pass an abandoned well location on your left (# 47).

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Notify BLM (Farmington) and NMOCD of the commencement of completion activities. Comply with all company and regulatory safety and environmental requirements. Designate a smoking area on location.

Well facilities in place, include: a 400 bbl oil production tank, 2 – steel small volume pits, a 4" EPFS Meter Run, a EPFS Dehy, an M&G Separator. Line pressure is approximately 160 psi.

8-5/8" 24" K-55 Casing @ 336', 12-1/4" hole cemented to surface.
4-1/2" 10.5# K-55 Casing 4914', (DV Tool @ 2500') Cement Circulated.
2-3/8" 4.7# J-55 EUE Tubing @ 4693' (148 jts) in the well, (31.71' +/- ave)
SN up one jt off bottom.
Pt. Lookout perfs from 4618' to 4623', 4628' to 4632', 4637' to 4651', 4667' to 4671', and 4695' to 4701' (Total 68 holes).
Current PBTD @ 4777' (KB)

- 1) MIRU Slickline company. While well is flowing. RIH w/ gauge ring tag SN. Run flowing gradient pressure survey. Shut-in well 1 hr. POOH w/ slickline.
- 2) L&R Oilfield Services, Perform NM One Call.
- 3) Company man/rig pusher spot rig direction, and location of workover pit.
- 4) Install and Test Rig Anchors. L&R roustabout, Dig Flowback Pit, Fence & Line per specifications.
- 5) Spot and fill two (2) 400 bbl frac tanks with 2% KCl water for all completion activities.
- 6) Lockout, Tagout surface equipment and blowdown well just as rig is arriving on location.
- 7) MIRU workover rig, with auxiliary equipment.
- 8) Check pressures on the WH, Bradenhead, Casing, & Tubing. Blow down casing as necessary to workover pit. ND WH. NU BOPE. Pressure and Function Test Equipment.
- 9) Unseat Tubing and remove hanger. Kill tubing if necessary w/ treated water.
- 10) COOH with 2-3/8" tubing from 4683' (148 jts), visually inspect pins and boxes. If corrosion is present, then lay down bad joints. Tally out of the hole.

- 11) PU 4-1/2" 10.5# casing scraper and GIH on 2-3/8" tubing, through all perforations, bottom perf is at 4701'. COOH, and laydown scraper.
- 12) PU 4-1/2" 10.5# CIBP on 2-3/8" tubing. GIH with tubing. Set CIBP at 4595'+/-, note top perf is at 4618'.
- 13) Load 4-1/2" casing from bottom with 2% KCl water and PT 4-1/2" casing and WH equipment to 3000 psi, or 2000 psi as limited by WH valves. COOH w/ setting tool.
- 14) ND Stripping rubber. RU Blue Jet w/ packoff.
- 15) GIH w/ GR-CCL-CBL and run bond log from CIBP (4595' to surface). Identify cement tops. Log w/ 500 psi pressure.
- 16) RIH w/ 3-1/8" HSC Select fire perforating gun, loaded 1 SPF, (0.31" dia holes). Perforate Menefee bottom 2 charges, with 750 psi on casing (rig pump). Correlate recent GR-CBL with Schlumberger Openhole GR-Neutron-Density Density log 10-27-77. POOH w/ gun.

4576', 4575', 4508', 4502', 4497', 4442', 4436', 4428', 4421', 4380', 4378', 4331', 4330', 4310', 4301', 4296', 4274', 4266', 4258' (Total: 19 holes)

- 17) PU 4-1/2" fullbore PKR and GIH on 2-3/8" tubing. Set PKR @ 4540'.
- RU BJ Services Acid Frac w/ 1000 gallons 15% HCl acid and positive injection ball gun, loaded with 40 - 7/8" RCN 1.3 SG ball sealers.
- 19) Test pump and lines to 5000 psi. Breakdown bottom two (2) perforations at 4575' and 4576' with 2% KCl water.
- 20) Release PKR, and move PKR uphole. Reset PKR @ 3800' and place 500 psi on annulus with rig pump.
- 21) BJ Services, Test pump and lines, and breakdown and acidize new Meneffe perforations with 1000 gallons 15% HCl. Pump 1 bbl acid ahead followed by dropping 1 ball sealers every bbl of acid, spinning out the ball gun after going to displacement. Flush with 2% KCl water. Ball-Off Perforations to 3800 psi. Maximum Treating Pressure 3,800 psi on ball-off. Release Pressure.
- 22) Release PKR and GIH knocking ball sealers past all perforations.
- 23) COOH with PKR.
- 24) RU WSI Machine and supply 4-1/2" isolation tool, with immediate flowback valving.
- 25) MIRU BJ Services Stimulation Crew. Gel One (1) tank to 40 lb linear gel (powdered). Tanks will be blended at blender manifold. Hydraulically Stimulate New Menefee Perforations down the casing with a 60 Quality 20# Linear Nitrogen Foam. Pump 50,000 lbs of 20/40 brady and tail with 20,000 lbs 20/40 Super LC proppant. Pump Treatment at 40 BPM Foam rate. Maximum Treating Pressure to be 3800 psi. Flush well half foam 60Q, and half 2% KCl water. See recommended attached treatment schedule. SD. Record ISIP. Open well on immediate Flowback on ¹/₂" positive choke to flowback pit. RD BJ Services.
- 26) Continue Flowback on ¹/₂' choke for 36 hrs+/-. Record final flowing production gauge. Shut-in well overnight.
- 27) Record SICP. Blow down well. Kill well w/ 2% KCl water. ND Isolation tool.
- 28) PU 3-7/8" workover bit, bit sub w/float, and GIH on 2-3/8" tubing.
- 29) Clean out sand fill to CIBP at 4595', and Drill CIBP. Bottom Perf Cleanout well to PBTD (4777' minimum).
- 30) COOH w/ bit and 2-3/8" tubing.

- 31) GIH w/ production tubing string, run as follows. Expendable Check, 1 Jt 2-3/8", SN, and remaining 2-3/8" tubing.
- 32) GIH and check for sand fill. Clean out fill with air package to PBTD.
- 33) Pull up and land 2-3/8" tubing string at 4650'+/-.
- 34) ND BOPE, NU WH.
- 35) Pump 3 bbls water, drop ball, and pump off expendable check, Flow well up casing and up tubing for 1 hr while rigging down, to remove air from gas stream.
- 36) Connect wellhead to sales. Return well to sales with compressor.

Contact List

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PT, Acid, & Stimulation Wellhead, Isolation Tools DH Tools **Perforating Services** Supervision (Tom Mullins) Water Hauling

KCl Water Engineering (M&G)

08-25-2003 TEM

BJ Services (505) 327-6222 WSI Machine (505) 326-0308 Baker Oil Tools Blue Jet Synergy Operating Three Rivers Trucking **Key Energy Services Key Energy Services** Roger Alinger

(505) 325-0216 (505) 325-5584 (505) 320-1751 (505) 325-8017 (505) 327-0416 (505) 327-0416 (505) 478-3952-cell