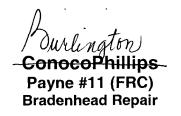
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UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

DEC 01 2008

		Proman ist an	d Managem ent
	Sundry Notices and Reports on Wells	r-u:mington	Field Office
_		5.	Lease Number
			SF-080517
1.	Type of Well	6.	If Indian, All. or
	GAS		Tribe Name
2.	Name of Operator	7.	Unit Agreement Name
۷.	Name of Operator BURLINGTON		
	RESCURCES OIL & GAS COMPANY LP	0	THE ON L
3.	Address & Phone No. of Operator	 8.	Well Name & Number Payne 11
	P.O. Box 4289, Farmington, NM 87499	9.	API Well No.
4.	Location of Well, Footage, Sec., T, R, M	- 1	30-045-26804
	Unit A (NENE), 590' FNL & 810' FEL, Section 27, T32N, R10W, NMPM	10.	Field and Pool Basin FC
		11.	County and State San Juan Co., NM
	Type of Submission X Notice of Intent Abandonment Change of Plans Recompletion New Construction Non-Routine Fracturing Casing Repair Final Abandonment Altering Casing Conversion to Injection	X Other – Repa	ır BH
13.	. Describe Proposed or Completed Operations		n en
	urlington Resources requests to repair the bradenhead per notice from the GR0828163300 per the attached procedure.	OCD, refer	ence: RBDMS
	OI for extension to repair submitted on 11/12/08 as the well is in winter randing OCD approval.	estriction. B	LM approval 11/24/08
A 4	to shade wellhous ashamatic		ROVD DEC 4'08
Αī	tached: wellbore schematic NMOCD EXTENSION EX 8-1-2009	PIRES	OIL CONS. DIV. DIST. 3
14.	I hereby certify that the foregoing is true and correct.		
Sig	ned Mary Million Tracey N. Monroe Title Staff Regulat	ory Technicia	n Date <u>11/26/08</u>
	his space for Federal or State Office use) PROVED BY Original Signed: Stephen MasonTitle DNDITION OF APPROVAL, if any:		Date DEC 0 2 2003

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 fraudulent statements or representations as to any matter within its jurisdiction



Lat +36° 57' 42.048" N Long -107° 51' 46.476" W

Prepared By:

Krista McWilliams

Date: 11/10/08

PE Peer review/approved By:

Date:

Scope of work: Pull rods and pump, tag for fill and pull 2-3/8" tubing. Run in with RBP, set

within 50' of liner top, fill casing with KCl fluid and pressure test to 500 psi. If no leak, perforate squeeze hole and squeeze cement to surface. Drill out cement, swab down to remove fluid, pull RBP. Clean out to PBTD if necessary. Run 2-

3/8" tubing, rods and pump. Return well to production.

WELL DATA:

API:

3004526804

Location:

590' FNL & 810' FEL, Section 27 - T32N - R10W

PBTD:

3703' TD: 3706' (8423' Plugged Back and Sidetracked in 1996)

Perforations: Fruitland Coal Preperforated Liner 3431'-3473', 3661'-3703'

Casing:	<u>OD</u>	Wt., Grade	Connection	ID/Drift (in)	<u>Depth</u>
	9-5/8"	36#, K-55	ST&C	8.921/8.765	1320'
	7"	23 #, K-55	ST&C	6.366/6.241	4009'
	5-1/2"	15.5 #, K-55		4.950/4.825	3345'-3705'
Tubing:	2-3/8"	4.7#, J-55	EUE 8RD	1.995/1.901	3699'
F-Nipple:	2-3/8"				3664'
Gas Anchor:	2-3/8"				3665'
Bull Plug:	2-3/8"				3698'

<u>Well History:</u> The Payne #11 was drilled as a standalone Dakota well in September of 1987. In 1996, the well was plugged back and sidetracked due to an unproductive Dakota and up-hole potential in the OPE Fruitland Coal interval. The Dakota was plugged and a whipstock was set at 3385', a window was milled and the well was drilled to a sidetrack depth of 3706' and underreamed. A un-cemented 5-1/2" liner was ran. In 1999, a pumping unit was installed and in May of 2000 the well was cavitated. Since the 2000 workover, there have been six rod pump and tubing repairs.

On August 27, 2008, a routine bradenhead test failed and the operator reported a shut in bradenhead pressure of 160 psi and a 5 minute build up pressure of 27 psi. There was no communication between the bradenhead and the casing pressure. In a letter dated October 7, 2008 the New Mexico Oil Conservation Division notified us with a demand to initiate remediation by January 9, 2009. On September 29, 2008 the wellhead 11" seal tested to 1500 psi indicating the pressure is not wellhead related. Gas samples from the casing and bradenhead were analyzed and indicate the gas coming from each is distinct and it is not believed that the bradenhead gas is coming from the production casing as the bradenhead showed very low CO2 content 0.086% mole while the casing gas showed 9.6% which is expected for Fruitland Coal gas composition. There were other gas composition differences as well.

The top of cement from a 1996 CBL is estimated at 2350' and it is believed that the Bradenhead gas is originating from a zone between 2350' and the surface casing shoe set at 1322'. In order to eliminate the bradenhead pressure, it is proposed perforate a squeeze hole above the top of cement and circulate cement to surface. The well is currently producing 450 mcfd and by remediating the bradenhead, the well reserves of 735 MMCF will be protected.

Artificial lift on well (type):

Rod Pump -C-160-200-74

Est. Reservoir Pressure (psig):

<100 (FRC)

Well Failure Date:

8-27-08

Current Rate (Mcfd): 450

Est. Rate Post Remedial (Mcfd): 450

Earthen Pit Required:

No- Steel pit for cement IS REQUIRED

Special Requirements:

Retrievable Bridge Plug and packer for 7" 23# casing, 235 lbs sand to drop on RBP, steel pit for cement returns, bit to cleanout inside 7" 23# casing, several replacement joints of tubing, PGA1 BHA, plain and guided rods, lift sub, 8' guided rod, new insert pump.

Production Engineer:

Krista McWilliams, Home: 505-334-3096, Cell: 505-419-1627

Backup Engineer:

Karen Work, Office: 505-324-5158, Cell: 505-320-3753

MSO:

Brett Jones

Cell # 505-320-6573

Lead:

Jay Wendeborn

Cell # 505-320-0455

Area Foreman:

Jim Kennedy

Cell # 505-486-1915

