Form 3160-5 (August 2007)

Approved by

Original Signed: Stephen Mason

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

SUNDRY NOTICES AND REPORTS ON WELLS

FORM AP	PROVED
OMB NO	1004-0137
Expires Jul	v 31, 2010

5. Lease Serial No.

M	ISF-	-07	8089	

Date

MAR 2 9 2010

SUNDRY NOTICES AND REPORTS ON WELLS					
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.					
SUBMIT IN TRIPLICATE - Other instructions on page 2					
MAR 2 6 2010	NMNM-73840				
Comeguna Manuagement	8. Well Name and No. SCOTT E FEDERAL 13				
Farmington Field Office	9. API Well No.				
3b. Phone No. (include area code)	30-045-06354				
505-333-3100	10. Field and Pool, or Exploratory Area				
X X D X	BASIN DAKOTA				
N.M.P.M.	11. County or Parish, State				
	SAN JUAN NM				
IDICATE NATURE OF NOTICE, REPO	RT, OR OTHER DATA				
TYPE OF ACTION					
	(Start/Resume) Water Shut-Off Well Integrity				
	\equiv				
in a multiple completion or recompletion in a no only after all requirements, including reclamation asin Mancos formation and fix he	ew interval, a Form 3160-4 shall be filed on a, have been completed, and the operator h				
	RCVD MAR 31'10				
	OIL CONS. DIV.				
	DIST. 3				
Title REGULATORY COMPLIA	NCE TECHNICIAN				
Date 03/24/2010	NCE TECHNICIAN				
	NAR 2 6 2010 Sure of Land Wants Famingion Field Office 3b. Phone No. (include area code) 505-333-3100 N.M.P.M. NDICATE NATURE OF NOTICE, REPORT TYPE OF ACTION Deepen Production Fracture Treat Reclamation New Construction X Recomplete Plug and Abandon Temporarily				

Title

Office

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes 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.

Scott E Federal #13 Sec 24, T 27 N, R 11 W San Juan County, New Mexico

Open the Mancos/Fix HIC

AFE/ACCT: 1000710/97081

SURF CSG: 8-5/8", 24#, J-55, CSG @ 255'. CIRC CMT TO SURF.

PROD CSG: 4-1/2", 11.6#, J-55, ST&C CSG @ 6,651'. PBTD @ 6,588'. DV TOOL @ 2,174'.

FIRST STAGE W/ 300 SX, TOC 5,600'. SECOND STAGE W/ 150 SX, TOC

UNKNOWN.

CAPACITY = 0.0155 BBLS/FT (0.0872 CUFT/FT). BURST = 5,350 PSI (TREATING @, 80% = 4,280 PSI)

PERFS:

DAKOTA: (Currently there is a CIBP @ 6,450')

FR/6,522'-6,545'

Casing leaks: 4,038'-3,724' & 3,385'-3,242'

Workover Procedure

- 1) Install and test rig anchors. Comply with all New Mexico OCD, BLM and XTO safety rules and regulations. Conduct safety meeting for all personnel on location. MIRU daylight pulling unit.
- 2) MI 3 400 bbl frac tanks and 1 flow back tank. Fill the frac tanks with 2% KCL water. Note: Have frac company run preliminary fluid quality tests and add biocide.
- 3) ND WH. NU BOP and test the BOP.
- 4) TIH w/tbg and establish injection rate into casing holes.
- 5) Squeeze procedure will be determined based on injection rate results. MIRU cement company and squeeze.
- 6) PT each squeeze to 550 psi on a chart for 30".
- 7) Repeat squeeze process until casing is repaired.
- 8) MIRU WL and perf Mancos with 3-1/8" csg gun (Titan EXP-3323-361T, 22.7 gm, 0.36" dia., 35.63" pene, 15 holes) or equivalent performance charges. POH with csg gun.

Mancos Perfs						
2 JSPF	1 JSPF	1 JSPF	1 JSPF			
5,868'	5,799'	5,781'	5,769'			
5,866'	5,790'	5,775'	5,760'			
5,862'	5,788'	5,773'	5,697'			

- 9) TIH with a retrievable tension packer (4 ½" Baker Arrow-set Fullbore with SN and SV) on 2-3/8" J-55 work string and set at 5,650'. Load back side with 2% KCl water.
 - 2-3/8" J-55 workstring: Capacity-0.00387 bbls/ft Burst-6,160 psi (80% yield)
- 10) NU frac valve.
- 11) MIRU frac equipment. BD perfs with 2% KCl water and EIR. Acidize Mancos perfs with 750 gals of 15% NEFE HCl acid (FE control, surf & CL additives) and 23 - 1.1 SG RCN BS @ 5 BPM down casing. Flush with 1,080 gals 2% KCl water (3 bbls over flush). Record ISIP, 5", and 10" SIPs. Release packer and TIH past perfs. PUH and set packer at 5,650'.
- 12) Frac Mancos perfs fr/5,868'-5,697' down 2-3/8" tbg at 15 BPM. Pump Delta-140 Frac (9 cp) w/36,000# 20/40 BASF proppant followed by 4,000# 20/40 BASF proppant coated with Expedite Lite. Flush with 840 gals (2 bbls short of top perf). Est. TP 4,200 psig. Pump frac @ 15 BPM. Max TP @ 5,000 psig. Frac schedule:

Mancos Frac Schedule							
			Clean	Foam Vol.			
Stage	BPM	Fluid	Vol.	(gal)	Prop	Cum. Prop	
Water	5	2% KCI Water	_	500	-		
Acid	5	15% HCL Acid	-	750	*	-	
Flush	5	2% KCI Water	-	1,080	•	-	
Pad	15	Delta-140 Frac (9cp)	3,000	1,200	-	-	
0.5 ppg	15	Delta-140 Frac (9cp)	12,000	4,800	6,000# 20/40	6,000# 20/40	
1 ppg	15	Delta-140 Frac (9cp)	12,000	4,800	12,000# 20/40	18,000# 20/40	
2 ppg	15	Delta-140 Frac (9cp)	6,000	2,400	12,000# 20/40	30,000# 20/40	
3 ppg	15	Delta-140 Frac (9cp)	2,000	800	6,000# 20/40	36,000# 20/40	
		Delta-140 Frac			4,000# 20/40 w/		
3 ppg	15	(9cp)	1,300	520	Expedite Lite	40,000# 20/40	
Flush	12	2% KCl Water	-	840	-	-	
Total		36,300 - 2% KCI		17,690	40,000	# 20/40	

Record ISIP & 5" SIP.

- 13) RDMO frac equipment.
- 14) Install flowback manifold. Flowback well thru a choke manifold to flowback tank. Start with an 8/64" choke. Increase choke size as appropriate. Record the final shut in pressure to be used for the C-104.
- 15) ND frac valve.
- 16) Release packer and TOH.

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- 17) MIRU AFU. TIH w/3-7/8" bit, bit sub, and 2-3/8" tubing. CO to CIBP (6,450). DO CIBP @ 6,450'. CO to 6,588' (PBTD). DO shoe joint to 6,640' (New PBTD). Circulate wellbore clean. TOH w/tbg & bit.
- 18) TIH with tubing and BHA as follows:
 - a) 1-20'-2-3/8" jt w/1/2" vent hole located 1' from top (open ended)
 - b) 2-3/8" (1.78" ID) API SN
 - c) 4- jts 2-3/8" tbg
 - d) 1-4-1/2" TECH TAC
 - e) +202 jts 2-3/8" tubing to surface, EOT @ 6,600', SN @ 6,580'. TAC @ 6,450'
- 19) ND BOP. NU WH.
- 20) TIH with rod assembly as follows:
 - 2" X 1-1/4" X 14' RHAC pump w/1" x 1' stnr nip
 - 1 1-1/4" API K sinker bar with stabilizer rod
 - 3/4" 21K shear tool
 - 5 1-1/4" API K sinker bars with stabilizer rods
 - 26 3/4" API D Molded Guide Rods w/ T-couplings
 - 231 3/4" API D Rods w/ T-couplings
 - 1-1/4" X 22' Polished Rod w/ 10' liner
- 21) Space out pump with spacer subs. Load tubing and long stroke with rig to ensure pump action. HWO.
- 22) RDMO PU.
- 23) Set a used Lufkin 160-200-74, engine & cement base.
- 24) Set unit in crank hole & sheave meter so it will pump @ 3.5 x 74" spm.
- 25) Set 4-3CRO counter weights 8.2" from the end.
- 26) Gauge tanks. Shoot FL and run dynamometer during pumping unit startup. Start well pumping at 3.5 SPM and 74" SL for 24 hours. Check fluid level and tank gauges.
- 27) Report pre and post start up data to Derick Lucas

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Regulatory:

- 1. Acquire approval to recomplete to the Gallup
- 2. DHCM Dakota & Mancos
- 3. Acquire approval of C-144

Equipment:

- 3-7/8" bit & bit sub
- 4-1/2" Baker Arrow-set Fullbore with SN and SV (on 2-3/8" work-string)
- 2-3/8" J-55 work-string (5,650')
- 5K frac valve

Rods:

- 2" X 1-1/4" X 14' RHAC pump w/1" x 1' stnr nip
- 1 1 1/4" API K sinker bar with stabilizer rod
- 3/4" 21K shear tool
- 5 1-1/4" API K sinker bars with stabilizer rods
- 26 3/4" API D Molded Guide Rods w/ T-couplings
- 231 3/4" API D Rods w/ T-couplings
- 1-1/4" X 22' Polished Rod w/ 10' liner

Scott E Federal #13 3/18/2010

State of New Mexico

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240

<u>District II</u> 811 South First, Artesia, NM 88210 <u>District III</u>

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

API Number

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102 Revised October 12, 2005 Submit to Appropriate District Office Fee Lease - 3 Copies State Lease - 4 Copies

³ Pool Name

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

² Pool Code

30-	354		97232 E				BASIN MAI	BASIN MANCOS			
Property C			5 Property Name					⁶ Well Number			
032605 SCOTT E FEDERAL							13				
⁷ OGRID No. 8 Operator Name									⁹ Elevation		
5380						XTO En	ergy. Inc.			6290'	
¹⁰ Surface Location											
UL or lot no.	Section	Townsh	nip Rai	Range Lot Idn		Feet from the	North/South line	Feet from the	East/West lin	e County	
L	24	27-	N 11	11-W		1600'	SOUTH	900'	WEST	SAN JUAN	
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UL or lot no. SAME	Section	Township Range		nge	Lot Ic	In Feet from the	North/South line	Feet from the	East/West line	e County	
¹² Dedicated Acres MC ⁻ 320 acres		r Infill	14 Consolie	dation	Code 15	Order No.					
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