UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED BLM

Sundry Notices and Reports on We	HL 15 PM 3: A	48
		5. Lease Number
	·	7. Unit Agreement N
2. Name of Operator MERIDIAN OIL		
		8. Well Name & Numb
3. Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 (505) 326-9700		Vaughn #32 9. API Well No. 30-039-22199
4. Location of Well, Footage, Sec., T, R, M 1530'FSL, 1450'FWL, Sec.29, T-26-N, R-6-W, NMPM	_	10. Field and Pool Blanco MV/Basin
K		Ensenada Gallup and State Rio Arriba Co, N
10. GUEGE LEDDODDANE DOV. TO AND CAME NAMED OF NOTICE	n nabona om	
12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE Type of Submission Type of A		THER DATA
X Notice of Intent Abandonment	Change of New Const	
Casing Repair Final Abandonment X Other - Commingl		nt off on to Injection
13. Describe Proposed or Completed Operations		
It is intended to add the Gallup and Mesaverde commingle with the Dakota. Casing failu and the well returned to production. Do been obtained from the New Mexico Oil Co	res that are i wn hole commin	found will be repaire ngle order R-10239 ha
		DECEIVED JUL 2 4 1996
	(OIL GON. DIV.
		_
14. I hereby certify that the foregoing is true and	correct.	- \$0.6 maga-
Signed Stathuld (JME3) Title Regulat	ory Administr	rator_Date 7/15/96
(This space for Federal or State Office use) APPROVED BY Title	Date	e
CONDITION OF APPROVAL, if any:		APPROVI

MOCD

District i PO Box 1988, Hobbs, NM 88241-1988

PO Drawer DD. Artesia, NM 88211-0719

1000 Rio Brazos Rd., Aztoc. NM 27418

District IV

RECEIVED BLM State of New Mexico Energy, Minerate & Natural Resources Dep

OIL CONSERVATION DEFISION 5 PM 3: 1.8 Instructions on back PO Box 2088
Santa Fe, NM 87504-2088 FARMINGTON, NM

Form C-102 Revised February 21, 1994 Instructions on back State Lease - 4 Copies

Fee Lease - 3 Copies

PO Box 2008. Santa Fe. NM 87504-2088 AMENDED REPORT WELL LOCATION AND ACREAGE DEDICATION PLAT API Number 72319' Pool Code Blanco MV/Ensenada 6a1/Basin DK 96321/71599 30-039-22199 * Property Code * Well Number 7623 32 Vaughn 1 Operator Name Develoe OGRID No. 6462' MERIDIAN OIL INC. 14538 10 Surface Location North/South line Feet from the UL er lot se. Section Feet from the East/West time Township Range Let Ida Constr 1450 R.A. West 1530 South K 29 26 N 11 Bottom Hole Location If Different From Surface Let ida Foot from the North/South line Feet from the East/West line UL or lot se. Township County 13 Desirement Acres 13 Joint or Infill 14 Consessidation Code 14 Order No. 160-W/32 NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION 17 OPERATOR CERTIFICATION Not resurveyed, prepared, I hareby carsify that the information o true and complete to the best of my immindee and belief from a plat dated 6-22 by Fred B. Kerr Jr. Peggy Bradfield Printed Name Deceiver Regulatory Administrator 15SURVEYOR CERTIFICATION OIL COM. DIV. DIST. 3 s pioned from field notes of actual surveys made by me 1450 0

Vaughn #32

Blanco Mesaverde/Undesignated Gallup/Basin Dakota Workover UnitK-Sec29-T26N-R06W

Lat: 36° 27′ 14″ Long: 107° 29′ 41″

- Comply with all BLM, NMOCD, & MOI rules & regulations.
- Always Hold Safety Meetings. Place fire and safety equipment in strategic locations.
- Lower Dakota stimulation will entail high surface pressures = 8500 psi.
- 2-7/8" N-80 Buttress Frac String (6400' +/- required).
- Fifty (50) joints 2-3/8" 4.7# EUE J-55 tubing and six (6) 3-1/8" drill collars on location
- 8 frac tanks required for fracture stimulations. Use 2% KCl water.
- Acetic acid will be used for Gallup stimulation.
- Immediate flowback will be implemented on the fracs.
- Use drill gas or Nitrogen ONLY for all operations NO AIR.
- Ensure CIBPs used are T-Lok for easier drilling of stacked plugs.

This well is part of the 1996 Klein/Vaughn Mesaverde/Gallup/Dakota commingle program. The well is currently completed in the Dakota with a production rate of 100 MCFD/ 0 BOPD. Cumulative Dakota production is 526 MMCF/ 7.7 MBO.

The Dakota will be temporarily abandoned so that the Gallup (Niobrara) and Mesaverde (Point Lookout) intervals can be added. All three zones will be commingled immediately after completion of the workover.

NOTE: All plunger lift equipment, if any, should have been removed from the tubing by the lease operator.

- 1. MIRU. Record and report SI pressures on tubing, casing, & bradenhead. Lay blowdown line. Blow down casing & tubing. Kill well w/ 2% KCl down tubing. ND WH, NU BOP.
- 2. PU on tubing, releasing Baker Model R-3 PKR. TOOH, rabbit, & strap 2-3/8" tubing (from 7119', SN @ 7087'). Visually inspect tubing, note any scale in tubing. Replace any damaged joints. Utilize tubing for 2-3/8" workstring. If PKR comes out of hole easily, can skip clean out run in Step #3. ::
- 3. PU 3-7/8" bit, float, six (6) 3-1/8" drill collars on 2-3/8" tbg. Clean out w/ gas to PBTD @ 7279'. Note drilling mud in returns if any. TOOH with bit & collars.
- 4. PU 4-1/2" CIBP & 4-1/2" packer combination on 2-3/8". TIH & set CIBP @ 6800'. Load hole from bottom w/ 2% KCl water.
- 5. Pressure test entire casing string to 1000 psi for 10 minutes. **NOTE: Squeeze work done during intitial completion, see pertinent data sheet and wellbore diagram.** If PT does not hold, pull above DV tools @ 5493' and 2897' & test below each to 1000 psi. Locate hole(s). TOOH. Engineering will provide a squeeze procedure if required.
- 6. RU wireline. Run GR-CCL-CBL from 6800' to surface under 1000 psi w/ no gaps. Note and report all cement tops and quality of bond over both Gallup & Mesaverde intervals. If cement is not covering the Gallup interval, a block squeeze may be performed across the Gallup. Engineering will provide a squeeze procedure if required.

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- 7. Complete all squeeze cementing operations which will be determined based upon pressure test information and bond quality. WOC recommended time. Drill out cement **DO NOT drill CIBP** @ 6800'. Pressure test to 1000 psi. If casing integrity is not sound, identify leaks, & engineering will recommend squeeze procedure & modify stimulation work.
- 8. If no squeeze work is necessary and the casing held a solid test @ 1000 psi (no bleedoff), isolate wellhead with 2 joints 2-7/8" tbg and PKR. Test casing string to 3800 psi. If the test holds, make necessary adjustments to frac down casing. If test does not hold, bleed off and retest to 1000 psi to make sure no new leaks developed.

Niobrara Completion:

- 9. Spot 250 gallons 10% acetic acid (w/ 2 gal/1000 corrosion inhibitor) across Gallup @ 6318'. TOOH, stand back 2-3/8". Change rams to 2-7/8".
- 10. RU wireline under packoff. Perforate Gallup top-down in acid @ the following depths with 3-1/8" HSC gun w/ Owen 306 12 g charges (0.31" hole, 11" penetration), 1 SPF @ 180 degree phasing. Engineering may modify perforations based upon bond character.

6040′	6046′	6054′	6064′	6091′	6098′
6105′	6135′	6144′	6170′	6178′	6198′
6204'	6210′	6215′	6225′	6230′	6240′
6259'	6265'	6315′	6318′		

(22 total holes, 278' of interval)

- 11. PU 4-1/2" FB PKR, 1.81" profile nipple, 4 joints 2-3/8" 4.7# N-80 tubing, 2-3/8" \times 2-7/8" buttress changeover, 2.25" profile nipple, and 2-7/8" 8.7# N-80 Buttress frac string. TIH above CIBP and below bottom perforation. Test CIBP to 3800 psi. Release PKR, pull uphole & set PKR 100' above top Gallup perforation. Hold 500 psi on annulus during acid job.
- 12. RU stimulation company. Pressure test surface lines to 7500 psi. Max pressure = 6500 psi. Prepare to break down Niobrara w/ 250 gallons 10% acetic acid (w/ 2 gal/1000 corrosion inhibitor) and 44 7/8" 1.3 s.g ball sealers. Attempt to achieve 20 BPM on breakdown, go higher if possible. Release pressure, RD stimulation company. Release PKR & TIH knocking balls below bottom perforation. Pull up and reset PKR.
- 13. RU immediate flowback equipment (frac nipple, valve, tee, etc.). See attached diagram.
- 14. RU stimulation company. Pressure test surface lines to 7500 psi. Maximum STP = 6500 psi. Hold 500 psi on annulus. Fracture stimulate the Niobrara w/ 20# linear gel w/ 70Q N2 foam and 50,000# Tempered DC sand. See attached frac schedule for details. (1 frac tanks needed)
- 15. Flow back well immediately after shutdown -- NOTE: Time from frac shut-down until flow tee is opened for flow back should be around 30 seconds. Time is critical to achieve reverse gravel packing. Flowback rate not to exceed 4 BPM choke flowback line as necessary. Frac company is to monitor flowback pressures for 30 minutes after shutdown. Flowback should continue for as long as possible while still allowing for completion of both stages within 24 hours. Blow down to release pressure when necessary.
- 16. Release PKR, TOOH w/ 2-7/8" tubing and PKR. RU wireline under packoff. Make 4-1/2" gauge ring run to 5300'. Set 4-1/2" CIBP @ 5275'.

Point Lookout Completion:

- 17. TIH w/ PKR on 2-7/8" and test CIBP to 3800 psi. Spot 300 gallons 7.5% HCI acid (w/ 2 gal/1000 corrosion inhibitor) at 5208' across Mesaverde. TOOH.
- 18. Perforate Mesaverde top-down in acid @ the following depths 3-1/8" HSC gun w/ Owen 306 12 g charges (0.31" hole, 11" penetration), 1 SPF @ 180 degree phasing. Engineering may modify perforations based upon bond character.

4878′	4881′	4884′	4887′	4890′	4894′
4917′	4943'	4946′	4950′	4953′	4969′
4986′	4993′	4998′	5035′	5037′	5062′
5066′	5126′	5130′	5147′	5150′	5176′
5205′	5208′				

(26 total holes, 330' of interval)

- 19. PU 4-1/2" FB PKR, 1.81" profile nipple, 4 joints 2-3/8" 4.7# N-80 tubing, 2-3/8" \times 2-7/8" buttress changeover, 2.25" profile nipple, and 2-7/8" 8.7# N-80 Buttress frac string. Set PKR 100' above top Mesaverde perforation. Hold 500 psi on annulus during acid job.
- 20. RU stimulation company. Pressure test surface lines to 7500 psi. Max pressure = 6500 psi. Prepare to break down Mesaverde w/ 300 gallons 7.5% HCl acid (w/ 2 gal/1000 corrosion inhibitor) and 52 7/8" 1.3 s.g ball sealers. Attempt to achieve 20 BPM on breakdown, go higher if possible. Release pressure, RD stimulation company. Release PKR & TIH knocking balls below bottom perforation. Pull up and reset PKR.
- 21. RU immediate flowback equipment (frac nipple, valve, tee, etc.). See attached diagram
- 22. RU stimulation company. Pressure test surface lines to 7500 psi. **Maximum STP = 6500** psi. Hold 500 psi on annulus. Fracture stimulate the Mesaverde w/ 100,000# 20/40 sand in slickwater + 30% N2 foam. See attached frac schedule for details. (7 frac tanks needed)
- 23. Flow back well immediately after shutdown -- NOTE: Time from frac shut-down until flow tee is opened for flow back should be around 30 seconds. Time is critical to achieve reverse gravel packing. Flowback rate not to exceed 4 BPM choke flowback line as necessary. Frac company is to monitor flowback pressures for 30 minutes after shutdown. Flowback should continue for as long as necessary to release PKR.
- 24. Release PKR & TOOH laying down 2-7/8" N-80 tubing. Change out rams to 2-3/8".
- 25. TIH w/ 3-7/8" bit and drill collars on 2-3/8" tubing and clean out to CIBP @ 5275'. Drill CIBP, clean out to CIBP @ 6800'. Drill CIBP, clean out to PBTD @ 7279'. Clean up to \pm -5 BPH and trace to no sand. Obtain final pitot gauge. TOOH.
- 26. Prepare to run production tubing string as follows: expendable check, one joint 2-3/8" tubing, 1.78" seating nipple, and remaining tubing. Rabbit tubing in hole, land @ 7137'.
- 27. ND BOP, NU WH. Pump off expendable check and flow well up tubing. RD & release rig to next location.

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28. Notify Marketing & government agencies that commingled production from all horizons MV, GP, & DK will occur in order to finalize allocation formula. At end of 90 days, the allocation formula will be submitted to NMOCD for approval, production will commence prior to actual allocation approval.

Concur:

Northeast Basin Team Leader

Approved:

Recommended Vendors:

Stimulation **Cased Hole Services**

Engineering

Rig Dependent Rig Dependent Joan Easley

599-4026-work 324-2717-pager 327-6843-home

PERTINENT DATA SHEET VAUGHN #32

Location:	1530' FSL, 1450' FWI	_		Elevation:	64 62' GL
	Unit K, Section 29, T2	26N, R6W		LAT:	36° 27' 14
	Rio Arriba County, NI	М		LONG:	107° 29' 41"
				<u>DP#:</u>	43 940A
Field:	Basin Dakota			<u>GWI:</u>	100%
				NRI:	68.25%
Spud Date:	06-27-80			TD:	7 297'
Completion Da	te: 12-10-80	Cathodic Protection:	1992	PBTD:	7279'

Casing	Record:

Hole Size	Casing Size	Weight & Grade	Depth Set	Sxs Cement	Cement Type
13-3/4"	9-5/8"	40#, LSS	239'	190 (224 ft3)	B w/3% CaCl, 1/4#/sk Flocele
7-3/4"	4-1/2"	11.6#, K-55	7297'	274 (408 ft3)	174sx B 65/35w/6%gel,2%CaCl
		0.5# K-55	6473	100sxl	B65/35w/6%gel,2%CaCl,1/4#Tufplug
Marker	jt. @ 6887'	Stage Tool	5493'	385 (624 ft3)	B 65/35 w/6% gel, 2% CaCl
		Stage Tool	2897'	355 (571 ft3)	B 65/35 w/6% gel, 2% CaCl
					1

Tubing Record:

Formation Tops:
Ojo Alamo
Kirtland
Fruitland

Tubing Size 2-3/8"	Weight & Grade 4.7#, J-55	Depth Set	good circul <u>BHA</u> SN set @ 708'	ation all stages
2-3/6	4.7#, 3-55	7117	Model R-3 PK	
1988'	Chacra	3471'	Gallup	5940'
2112'	Mesaverde	4248'	Greenhorn	6801'
2407'	Menefee	4275'	Graneros	6855'

4850'

Dakota

7000'

Logging Record:

Pictured Cliffs

IEL, CDL-FR, Temp Survey

2628'

Stimulation:

Perf'd (2) squeeze holes @ 7274', and (1) @ 7273'. Perf'd one hole @ 6916'. Set cement retainer @ 7264' cmt w/100 sx(118 ft3). Drill out to ret. Run CBL, perf sqz hole @ 6884'. Set cmt ret @ 6804', sqz w/50 sx (59 ft3). Drill out rets. to PBTD. Perf'd 6916', 6922', 6928', 6967', 6972', 6078', 7010', 7016', 7033', 7045', 7056', 7078', 7082', 7125', 7131', 7137' w/1 SPZ. Frac'd w/210,000# 20/40 sand, 40,500# 10/20 sand, 181,200 gal water

Workover History:

12-18-91 MIRU. Kill well. Tag fill @ 7252', TOOH, scale buildup in bottom 19 jts. TIH w/ bit & scraper to 6800'. TOOH, replace scaled tbg, land tbg, R-3 pkr @ 6614'. Swab in well, RD.

Pt. Lookout

<u>Production History:</u> Current Production 100 MCFD -0- BOPD Initial Deliverability No Info Latest Deliverability: 456 MCFD

Cum Gas: 526 MMCF Cum Oil: 7701 BOP ISITP: 2471 ISICP: 2476

<u>Transporter:</u> Oil/Condensate: Giant Transporation Gas: El Paso Natural Gas

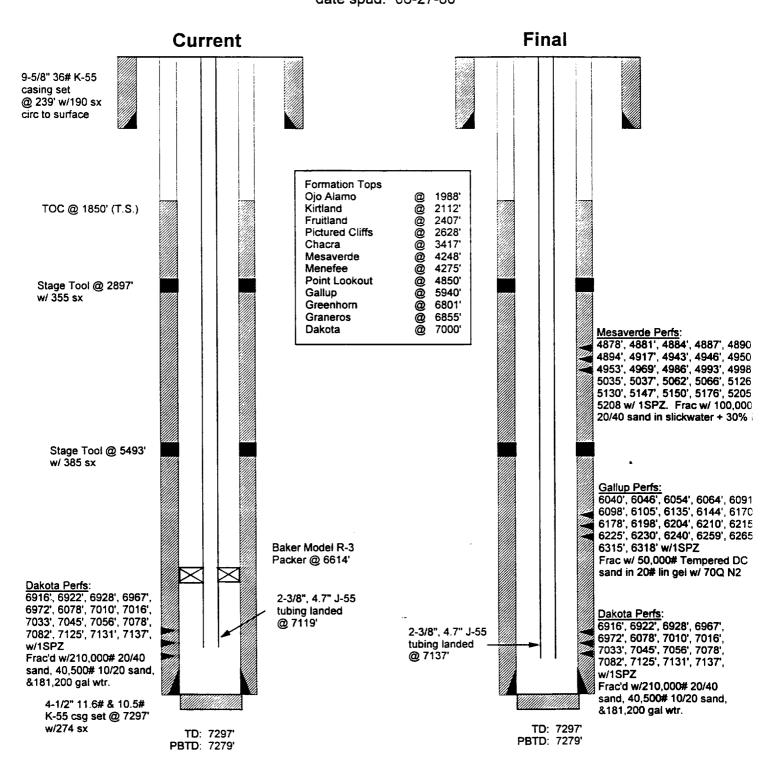
ME

VAUGHN #32

Basin Dakota Unit K, Section 29, T26N, R6W

Rio Arriba County, NM Elevation: 6462' GL

LAT: 36 °27' 14" LONG: 107° 29' 41" date spud: 06-27-80



Vaughn #32 Alternate Procedure Items for Fracing Down Casing

The workover procedure for this well has been written assuming that it will be necessary to frac down tubing (worst case scenario).

If no squeeze operations are necessary and the subsequent pressure test to 3800 psi (Step #8) is okay, we will frac down casing. Alternate frac designs for this possibility are attached.

If we can frac down casing, we will still spot acid and pressure test bridge plugs as before. We will do the acid breakdown down casing and retrieve balls with a junk basket. The frac will still be flowed back immediately.

Concur:

Northeast Basin Team Leader

Approved:

Drilling Superintendent

JME W2 599-4026-work 324-2717-pager 327-6843-home