UNITED STATES

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| | Sundry Notic | es and Reports | 011 110110 | | |
|--|---|--|---------------------------|-------------|---------------------------------|
| | | | | 5. | Lease Number |
| | | | | 3. | NM-04224 |
| . Type of Well | | _ | 11111 | 6. | |
| GAS | | AS. | 314151617 | | Tribe Name |
| | | | ▲ "⟨ | 7. | Unit Agreement Na |
| . Name of Operator | | 6 | AUG 2001 | Z.7 | onic agreement na |
| | TC() 3.7 | F | RECEIVED | NR BR | |
| BURLING RESOURC | | | AL OON, DIV | \approx | |
| 1000011 | — - OIL & | GAS COMPANY | DIST. 3 | 8. | Well Name & Numbe |
| . Address & Phone 1 | No. of Operat | or Var | | \$ ` | Quitzau #3 |
| PO Box 4289, Far | rmington, NM | 87499 (505) | > 9700 0 0797 | 9. | |
| | | | THE WE WERE | 1.0 | 30-045-05469 Field and Pool |
| . Location of Well | , Footage, Se | C., T, R, M | TDM | 10. | Ballard PC |
| 1292'FSL, 1300'F | EL, Sec.II, I | -25-N, K-6-W, NM | IE14 | 11. | County and State |
| | | | | | San Juan Co, NM |
| | | | | | |
| 2. CHECK APPROPRIA | | ICATE NATURE OF | NOTICE, RE of Action | PORT, OTHER | DATA |
| Type of Submission X Notice of | | Abandonment | or Action | hange of Pl | ans |
| _X_ Notice of | I Incent | Recompletion | | ew Construc | tion |
| Subseque: | nt Report | Plugging Ba | ack N | on-Routine | |
| | | Casing Repa | air W | ater Shut o | |
| | | | | | a Indoation |
| | andonment | Altering Ca | | onversion t | o Injection |
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Quitzau 3

Ballard Pictured Cliffs Footage 1292' FSL & 1300' FEL Unit P, Section 11, T25N, R08W

Latitude / Longitude: 36° 42.45'/ 107° 51.60'

DPNO: 5090501

Coil Tubing Cleanout Procedure

Project Summary: The Quitzau 3 was drilled in 1954. Coil tubing was installed in 1/00. The well has not produced since 4/00 and is on the NMOCD/BLM Demand List to either return the well to production or P&A it. We propose to rig up a coil tubing unit, check for fill, cleanout and install production equipment. Estimated uplift is 15 MCFD gross. Cumulative production is 1,003 MMCF.

- 1. Hold safety meeting. Comply with all NMOCD, BLM and Burlington safety and environmental regulations. Notify BROG Regulatory (Peggy Bradfield 326-9727) and the appropriate Regulatory Agency prior to pumping any cement job. If an unplanned cement job is required, approval is required before the job can be pumped. If verbal approval is obtained, document approval in DIMS. Allow as much time as possible prior to pump time in case the Agency decides to witness the cement
- 2. MOL and RU coil tubing rig. NU relief line. Obtain wellhead pressures. ND wellhead. Nipple up coil tubing hanger. Nipple up injector head.
- 3. The Pictured Cliffs tubing is 1-1/4", coil tubing set at 2770'. TOOH with 1-1/4" coil tubing. Visually inspect tubing for corrosion. Check tubing for scale build up and notify Operations Engineer.
- 4. TIH with 1 1/4" coil tubing with mule shoe on bottom. CO to PBTD cleaning out with air/mist. PBTD should be +/- 2866'. Continue to CO well bore making periodic foam sweeps to ensure well bore is sufficiently CO to PBTD. NOTE: When using air/mist, minimum mist rate is 12 bph. TOOH with 1-1/4" coil tubing.
- 5. Attach SN with expendable check on bottom of the coil tubing. TIH with coil tubing, expendable check and seating nipple. Land tubing in tubing hanger at approximately 2770'. Raise BOP and injector head enough to set slips around coil tubing. Ensure slips set into hanger and cut off coil tubing. Remove BOP and injector head. NU wellhead. Pump off expendable check. Connect to casing and circulate air to assure that expendable check has pumped off. Jet well in. NU wellhead and return to production. RD coil tubing rig and MOL. During cleanout operations the reservoir may be charged with air. As a result of excess oxygen levels that may be in the reservoir and/or wellbore, contact the Lease Operator to discuss the need for determining oxygen levels prior to returning the well to production.

Approval: Druck Boy 8.2-01
Drilling Superintendent

Operations Engineer

Joe Michetti

Office - 326-9764

Pager - 326-8385

Sundry Required: (ES/ NO

Procedure Sundry to be filed by 8/1/01

Lease Operator:

Dwayne Horton

Cell: 320-2550

Pager: 326-8779

Specialist:

Johnny Cole

Cell: 320-2521

326-8349 Pager:

Foreman:

Darren Randall Office: 326-9808

Cell: 320-2618

Pager: 324-7335