Form approved. Budget Bureau No 1004-0135 UNITED STATES

BUBMIT IN TRIPLICATES

Other Instructions on reverse side) Form 3160-5 (November 1983) Expires August 21, 1985 5. LEASE DESIGNATION AND SERIAL NO. (Formerly 9-331) Navajo Operating Agreement
6. IF INDIAN, PLOTTEE OR TRIBE NAME BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.

Use "APPLICATION FOR PERMIT—" for such proposals.) Navajo 7. UNIT AGREEMENT NAME 1. WELL T Helium & other inert gasses OTHER S. PARM OR LEASE NAME 2 NAME OF OPERATOR Navajo #29 Petroleum Energy, Inc. 9. WBLL NO. 3. ADDRESS OF OPERATOR C/O A. R. Kendrick, P. O. Box 516, Aztec, N. M. 87410 LOCATION OF WELL (Report location clearly and in accordance with any State requirements.* See also space 17 below.) 10. FIBLD AND POOL, OR WILDCAT Big Gap Organ Rock
sec, T., B., M., OR BLE. AND
SURVEY OR AREA 1980' fNL; 660' fEL Unit H SE/4 NE/4 RECEIVED 29-27N-19W NMPM 14. PERMIT NO. 12. COUNTY OR PARISH 13. STATE 15. ELEVATIONS (Show whether DF, RT, GR, etc.) JUL 14 1986 5783' KB & 5770' Gr. <u>San Juan</u> New Mexico 16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data BUREAU OF LAND MANAGEMENT
FARMINGTON RESOURCE AREA OF INTENTION TO: WATER SHUT-OFF REPAIRING WELL TEST WATER SHUT-OFF PULL OR ALTER CASING MULTIPLE COMPLETE FRACTURE TREATMENT ALTERING CABING FRACTURE TREAT SHOOTING OR ACIDIZING ARANDON* REPORT OF ACIDIZE (Other) Organ Rock Test REPAIR WELL CHANGE PLANS (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) (Other) 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and sones pertinent to this work.) July 7 through July 10, 1986 Move in Drake Rig #19. Pull 2-3/8" tubing & packer. Ran & set HOWCO plugs by Blue Jet @ 5600' and 5450' to isolate Miss. & Penn. intervals. Load hole w/water and pressure test casing to 2000 psi. OK. Ran Blue Jet CBL across Organ Rock interval. No cement. Perf. 2 0.4" holes @ 3825. Unable to circ. Perf. 2 holes @ 3500'. Ran HOWCO cement retainer & set @ 3780'. Circulation established around and cemented by HOWCO w/200 sx. Cl. B w/1/8#/sx. flocele. Pull out to 3400' & reversed out old drlg mud. POH and WOC. Went in w/3-7/8" bit. Tag cement @ 3445'. Drill out & clean up to 3760'. Press. test to 1500 psi. OK. Ran Blue Jet CBL. OK Perforated w/20 0.4" jets on 3' spacings: 3640'-47'; 3656'-74'; 3682'-84'; 3690'-96'; 3716'-22'; 3730'-36'. GIH w/tubing to swab. Well kicked off. Ran 2-3/8" 4.7# J EUE used tubing as follows. Prod. tube 5.23', 1 jt. 31.66', SN 1.00', 115 jts. 3692.34', 1 sub 5.65'. Total = 3735.88'. Set @ 3747'. Well shut-in approx. 14 hrs. overnight. SIP 1350 psig. Flowed to clean up. Flow after 3 hrs. measured 1.3 MMCFD w/175 psig on csg. Tbg approx. 10 psig. Completion is natural in Organ Rock with a net 45' perforated and a gross interval of 96'. Well is shut-in to obtain clearance to produce into sales line to Navajo Refined Helium Plant. Gasses are inert and no fluids. A deliverability test will be conducted into sales line. This work accomplished by S. E. R. H., Inc. per arrangement with Petroleum Energy, Inc. 18. I hereby certify that the foregoing is true and correct July 11, 1986 SIGNED John M. Heller (This space for Federal or State office use) JUL 1 6 1986 APPROVED BY TITLE _ CONDITIONS OF APPROVAL, IF ANY: OIL CON. DIV

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DIST. 3

FARIMINGTUM RESOURCE AREA

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