State of New Mexico

| to Appropriate District Office | Energy, Minerals and Natural Resources Department | | Form C-103 Revised 1-1-89 | |
|---|---|-----------------------------|---|-------------------------|
| <u>DISTRICT I</u> P.O. Box 1980, Hobbs NM 88241-1980 | OIL CONSERVATIO | St. | WELL API NO. 30-039-07613 | |
| DISTRICT II P.O. Drawer DD, Artesia, NM 88210 | Santa Fe, NM 87505 | | 5. Indicate Type of Lease | |
| DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 | | | 6. State Oil & Gas Lease No. | |
| SUNDRY NOTICES AND REPORTS ON WELLS | | | | |
| DIFFERENT RESE | DPOSALS TO DRILL OR TO DEEPEN C RVOIR. USE "APPLICATION FOR PERM -101) FOR SUCH PROPOSALS.) | | 7. Lease Name or Unit Agree | ment Name |
| 1. Type of Well: OIL GAS WELL WELL X | OTHER | 017654 | San Juan 29-6 Unit | |
| 2. Name of Operator | | | 8. Well No. | |
| Phillips Petroleum Company 3. Address of Operator | | | SJ 29-6 Unit #55 9. Pool name or Wildcat | |
| 5525 Highway 64, NBU 3004, | armington NM 87401 | | Blanco Mesaverde | |
| 4. Well Location Unit Letter K : 1650 | Feet From The South | Line and 155 | 0' Feet From The | WestLine |
| Section 18 | | | NMPM | County |
| | 10. Elevation (Show whether | er DF, RKB, RT, GR, etc | .) | |
| 11. Check Ap | propriate Box to Indicate | Nature of Notice, | Report, or Other Da | ata |
| NOTICE OF II | NTENTION TO: | SUB | SEQUENT REPO | RT OF: |
| ERFORM REMEDIAL WORK | PLUG AND ABANDON | REMEDIAL WORK | ☐ ALTERING | G CASING |
| EMPORARILY ABANDON | CHANGE PLANS | COMMENCE DRILLING | OPNS. PLUG ANI | D ABANDONMENT |
| ULL OR ALTER CASING | | CASING TEST AND CE | MENT JOB | |
| THER: | | OTHER:Add_ | pay and stimulate | [X |
| Describe Proposed or Completed Opwork) SEE RULE 1103. | erations (Clearly state all pertinent deta | ails, and give pertinent da | tes, including estimated date of | f starting any proposed |
| See attached for the pro- Mesaverde formation. | ocedure used to add pay and | stimulate the Lew | is Shale interval wit | thin the existing |
| | | | DECEIVE N Jun - 9 1999 | ועו |
| | | | OIL CON. D | |

| | 1011000 | |
|---|---|--------------|
| I hereby certify that the information above is true and complete to the best of my know | wledge and belief. | + |
| SIGNATURE Taly Custon | TITLE Regulatory Assistant DATE | 6/7/99 |
| TYPE OR PRINT NAME Patsy Clugston | TELEPHONE NO. | 505-599-3454 |
| (This space for State Use) | | |
| ORIGINAL SIGNED BY ERNIE BUSCH | DEPUTY OIL & GAS INSPECTOR, DIST. #3 JU | N 1 1 1999 |
| APPROVED BY | TITLEDATE | |
| CONDITIONS OF APPROVAL, IF ANY: | | |

San Juan 29-6 Unit #55 FEE; Unit K, 1650' FSL & 1550' FWL Section 18, T29N, R6W; Rio Arriba County, New Mexico

Procedure used to perf & stimulate the Lewis Shale interval in the existing Mesaverde formation.

5/3/99

MIRU Key Energy Rig #29. Killed well. ND WH & NU BOPs. PT – OK. Unset donut & POOH w/1-1/4" tubing Had to fish tubing for 21 days and 30' tubing left in hole, chased down to 5436'. Cleaned out fill to new PBTD @ 5531'. COOH. RIH w/5-1/2" CIBP & set @ 4800'. Load hole & PT to 550 psi - held good. RU Blue Jet & ran GR/CCL/CBL from 4792' to surface. TOC 3950'. RU to perf @ 1 spf (.38") holes as follows: (Huerfanito Bentonite not present, equivalent stratigraphic depth @ 3880'.)

| 4682' - 4685' (3'); | 4634' - 4637' (3'); | 4504' - 4507' (3'); | 4480' - 4483' (3'); |
|---------------------|---------------------|---------------------|------------------------------------|
| 4454' - 4457' (3'); | 4387' - 4390' (3'); | 4308' - 4311' (3'); | 4281' - 4284' (3'); |
| 4267' - 4270' (3'); | 4200' - 4203' (3'); | 4146' - 4149' (3'); | 4138' - 4141' (3'); Total 36 holes |

RU BJ to acidize Lewis Shale. Pumped 1000 gal 15% HCL acid & ballsealers. Unset packer & knocked balls off. POOH w/packer. RU to frac. MU 5-1/2" FB packer & set @ 3975'. PT - OK. Pumped 69,500 gal of 60 Quality N2 foam consisting of 28,382 gal of 30 # X-link gel & 843,000 scf N2. Pumped a 4200 gal foam pad followed by 199,780 # 20/40 Brady sand. Flushed w/1596 gal of 2% KCL. ATR - 33 bpm & ATP - 4250 psi. ISDP - 700 psi. Flowed back on 1/4 & then 1/2" chokes, for total of approx. 35-1/2 hours.

RD flowback. Unset FB packer & POOH & LD frac string. Changed out tbg head and cleaned out sand & then drilled out CIBP @ 4800'. Circulated bottoms up to 5512'. RIH & landed tubing @ 5402' with "F" nipple set @ 5369'. ND BOP & NU WH. PT - Ok. Pumped off check. RD & released rig 6/6/99. Turned well over to production department.