UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| Sundry Not | cices and Reports on Wells | | |
|--|---------------------------------------|-------------|---|
| | | 5. | Lease Number NM-012694 |
| 1. Type of Well GAS | | 6. | If Indian, All. or Tribe Name |
| | | 7. | Unit Agreement Name |
| 2. Name of Operator | | | |
| RESOURCES ^N OIL | & GAS COMPANY | | San Juan 30-6 Unit |
| | | 8. | Well Name & Number |
| 3. Address & Phone No. of Opera | | _ | San Juan 30-6 U #83 |
| PO Box 4289, Farmington, NM | 1 8/499 (505) 326-9/00 | 9. | API Well No. 30-039-07861 |
| 4. Location of Well, Footage, S | | 10. | Field and Pool |
| 700'FNL, 950'FEL, Sec.15, T- | -30-N, R-7-W, NMPM | 1.1 | Blanco Mesaverde |
| | A | 11. | County and State Rio Arriba Co, NM |
| 10 OVEROV ADDROCES TO THE TOTAL TOTA | , , | | |
| 12. CHECK APPROPRIATE BOX TO IN Type of Submission | | ORT, OTHER | DATA |
| X Notice of Intent | Type of Action Abandonment Cha | ange of Pla | ans |
| | Recompletion New | Construct | tion |
| Subsequent Report | Plugging Back Non | -Routine D | Fracturing |
| Final Abandonment | Casing Repair Wat Altering Casing Con | er Shut of | |
| IIIdI IIdiidoimeire | X Other - Pay add | rversion co | J Injection |
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| 13. Describe Proposed or Comp | oleted Operations | | |
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| | according to the attached pro- | | |
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| 14. I fleteny certify that the | rioregoing is true and correct | C. | 3 |
| | (HDOpps)Title Regulatory A | dministra | tor Date 7/14/99 |
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| APPROVED BY 757 Duane W. Spend | Cr Title and Pamlage | Date | JUL 27 |
| signed Stay Shak hue. | | Administrat | ~ |

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

San Juan 30-6 #83 Lewis Shale Payadd Procedure A 15 30N 07W San Juan County, NM

Latitude: 36 Deg., 49.07 Min Longitude: 107 Deg., 33.10 Min.

Summary:

The subject well is a 1999 Lewis Shale payadd in 4-1/2" casing. This well was drilled in 1953 and was open hole completed w/ nitroglycerin in the Point Lookout, Cliffhouse and Menefee intervals. In 1975 a workover was performed and the subject well was sidetracked from 4871'-5685'. 4-1/2" casing was run from TD to surface and cemented. The Pt. Lookout interval was stimulated w/ approximately 100,000 lbs. total sand and 135,370 gal. total slickwater. The Cliffhouse/ Menefee interval was stimulated w/ approximately 78,000 lbs. total sand and 107,580 gal. total slickwater and placed on production. The Lewis will be perforated and fracture stimulated in two (2) stages with 296 total tons of liquid CO_2 and 95,000 lbs. total 30/50 mesh sand. The new stimulation technique will test the viability of a liquid CO_2 and sand stimulation within the Lewis Shale interval. The well will then be cleaned-up in the Mesaverde and placed on production.

Comply to all NMOCD, BLM and BR regulations. Conduct daily safety meetings for all personnel on location. Notify BR regulatory (Peggy Bradfield 326-9727) and the appropriate Regulatory Agency prior to pumping <u>any</u> cement job and after CBL is run. If an unplanned cement job is required, <u>approval is required before the job can be pumped</u>. <u>If verbal approval is obtained, document the approval in Dims</u>. Allow adequate notice prior to the pump time for the Agency to witness the cementing operation.

- Inspect location and wellhead and install rig anchors prior to rig move.
- · Construct blow pit.
- DURING CO₂ STIMULATION, ONLY AUTHORIZED PERSONNEL ARE ALLOWED ON LOCATION.
 ONLY CO₂ EXPERIENCED AND APPROVED STIMULATION PERSONNEL AND PUMP EQUIPMENT ARE ALLOWED ON LOCATION.
- 1. MOL, hold safety meeting and RU completion rig. RD pumping unit. Insure all safety equipment is strategically located and functioning properly. NU relief lines to blow pit. Set one (1) 400 BBL frac tank and fill w/ 2% KCL. Blow well down and kill well w/ 2% KCL water as necessary. ND wellhead and NU 7-1/16" 3M BOP, stripping head and blooie line. Operationally test BOP.
- 2. TOOH w/ approximately 188 jts. 2-3/8" Mesaverde tubing set at +/- **5627**' and stand back. Inspect tubing and replace bad tubing as necessary**.
 - **NOTE: If existing tbg. is scaled-up, contact production engineer and a scale analysis will be run. This will determine if we will pump acid down the 2-3/8" 4.7# J-55 workstring and acid wash perforations across the Point Lookout, Menefee, and Cliffhouse intervals.
- 3. RU wireline. RIH w/ 4-1/2" gauge ring and check wellbore for obstructions to PBTD @ **5668**'. POOH.**
 - **NOTE: If obstructions are encountered, PU 3-7/8" bit and 4-1/2" string mill on 2-3/8" 4.7# J-55 workstring and CO to PBTD @ 5668'. TOOH
- 4. Pick-up 4-1/2" 11.6# wellhead isolation tool and 4" frac valve**. RU wireline w/ packoff and pump in tee. RIH and wireline set CIBP @ +/- 4650'. Load hole w/ 73 bbls 2% KCL for logging and perforating. RIH w/ TDT logging tool and log from 4650' to 3700'***. TOOH w/ TDT logging tool. RIH w/ GR\CCL\CBL and log from 4650' to 3700'***. TOOH w/ GR\CCL\CBL logging tool. RU stimulation company. Pressure test surface lines to 5050 psi and pressure test CIBP to 4050 psi (85% of burst of 4-1/2" 10.5# csg). RD stimulation company.
 - ** Ensure frac valve is compatible for CO₂ stimulation (i.e. 90-duro, peroxide cured buna-N o-rings)
 - *** Correlate to GR/ Neutron log.

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1st Stage - Lower Lewis Shale

5. RIH w/ CCL on top of perforating guns**. Perforate the Lower Lewis Shale interval with 3-1/2" HPG gun system w/ 37J UJ HMX charges. These are 34 gram charges with a 0.46" hole and 34.0" penetration. Shoot approximately 120 holes bottom up in two (2) gun runs @ 2 SPF 60° Phase in 2% KCL***. RD wireline company.

** NOTE: Tie into new TDT log.

***NOTE: Perforation intervals will be chosen after review of the TDT log.

6. TIH w/ 4-1/2" RBP, on-off tool, 4-1/2" fullbore pkr, and 2-3/8" 4.7# J-55 workstring. Beginning at the lowest perforated interval in the Lewis, isolate each 10' gun run of perforations by setting RBP below perforated interval and pkr. above perforated interval. RU stimulation company. Pressure test surface lines to 5050 psi. Breakdown perforations @ 6 BPM w/ 300 gal. of 10% Acetic Acid + 5% NH₄CL** at each setting. Displace w/ approximately 14 BBL of 2% KCL at each setting. Breakdown to maximum pressure of 4050 psi (85% of burst in 4-1/2" 10.5# csg). Record breakdown pressure and ISIP. After each breakdown, release pkr and RBP and reset. Repeat operation at each 10' gun run of perforations. Release pkr and RBP. TIH to CIBP @ +/- 4650'. DO NOT RESET RBP & PKR. Blow hole dry. TOOH w/ 2-3/8" 4.7# J-55 workstring, 4-1/2" fullbore pkr, on-off tool, and 4-1/2" RBP. Laydown pkr and RBP. Standback workstring.

** All Acid to contain the following additives/ 1000 gal:

1000 gal10%Acetic Acid2 galMSA IIcorrosion inhibitor5%NH₄CLclay control

7. RU stimulation company to frac down 4" frac valve. Hold pre-job safety meeting with all personnel on location. Pressure test surface lines to **5050** psi prior to stimulation.**

**NOTE: HAVE PRE-JOB SAFETY MEETING WITH ALL PERSONNEL ON LOCATION. USE CO₂ APPROVED PUMPING EQUIPMENT ONLY. REVIEW CONTINGENCY PLANS FOR POSSIBLE JOB MALFUNCTIONS WITH ALL PERSONNEL.

- 8. Fracture stimulate in 0.6 to 3.0 ppg stages @ 40 BPM constant downhole rate with 149 tons of Liquid CO₂ and 47,500 lbs. 30/50 mesh sand. When enclosed blender is empty, call flush. Flush to top perf with Liquid CO₂. Refer to frac schedule enclosed. Maximum bottomhole treating pressure is 4050 psi (85% of burst in 4-1/2" 10.5# csg). Estimated friction pressure is approximately 1867 psi @ 40 BPM. Maximum surface treating pressure is 4050 psi.
- 9. Record ISIP, 5, 10 and 15 shut-in pressure. Shut-in frac valve. RD stimulation company. Install flowback line above frac valve. Lay flowback line to dual-choke manifold and pit. Begin flowback after stimulation company has rigged down from frac valve. Open well to pit on accordance to flowback schedule listed in the table below. Do not shut well in during flowback. When schedule dictates a larger choke size, open ball valve upstream of adjustable choke and open adjustable choke on manifold to pre-determined size listed in table and begin flowing through adjustable choke. Close ball valve upstream of positive flow bean and change out flow bean to next larger size in table. Open ball valve upstream of positive flow bean and begin flowing. Close ball valve upstream of adjustable choke and close adjustable choke.

San Juan 30-6 #83 Lewis Shale Payadd Procedure A 15 30N 07W

San Juan County, NM Latitude: 36 Deg., 49.07 Min Longitude: 107 Deg., 33.10 Min.

| 20/64" Choke | For approximately 1 hour | |
|--------------|---------------------------|--|
| 24/64" Choke | For approximately 1 hour | |
| 32/64" Choke | For approximately 1 hour | |
| 48/64" Choke | For approximately 1 hour | |
| 2" Line-pipe | For approximately 2 hours | |

2nd Stage – Upper Lewis Shale

- 10. After well cleans up and pressures allow, RU wireline w/ packoff and pump in tee. RIH w/ CIBP, #10 setting tool, 1st perforating gun run w/ CCL on top of perforating guns** and wireline set CIBP @ +/- 4160'. Load hole w/ 66 bbls 2% KCL for perforating.
 - ** NOTE: Tie into new TDT log.
- Perforate the Upper Lewis Shale interval with **3-1/2" HPG gun system w/ 37J UJ HMX charges**. These are 34 gram charges with a 0.46" hole and 34.0" penetration. Shoot approximately 110 holes bottom up in two (2) gun runs @ **2 SPF 60° Phase** in 2% KCL***. RD wireline company.
 - ***NOTE: Perforation intervals will be chosen after review of the TDT log.
- TIH w/ 4-1/2" RBP, on-off tool, 4-1/2" fullbore pkr, and 2-3/8" 4.7# J-55 workstring. Beginning at the lowest perforated interval in the Lewis, isolate each 10' gun run of perforations by setting RBP below perforated interval and pkr. above perforated interval. RU stimulation company. Pressure test surface lines to 5050 psi. Breakdown perforations @ 6 BPM w/ 300 gal. of 10% Acetic Acid + 5% NH₄CL** at each setting. Displace w/ approximately 14 BBL of 2% KCL at each setting. Breakdown to maximum pressure of 4050 psi (85% of burst in 4-1/2" 10.5# csg). Record breakdown pressure and ISIP on each setting. After each breakdown, release pkr and RBP and reset. Repeat operation at each 10' gun run of perforations. Release pkr and RBP. TIH to CIBP @ +/- 4160'. DO NOT RESET RBP & PKR. Blow hole dry. TOOH w/ 2-3/8" 4.7# J-55 workstring, 4-1/2" fullbore pkr, on-off tool, and 4-1/2" RBP. Laydown pkr and RBP. Standback workstring.

** All Acid to contain the following additives/ 1000 gal:

1000 gal10%Acetic Acid2 galMSA IIcorrosion inhibitor5%NH₄CLclay control

- 13. RU stimulation company to frac down 4" frac valve. Hold pre-job safety meeting with all personnel on location. Pressure test surface lines to **5050** psi prior to stimulation.**
 - **NOTE: HAVE PRE-JOB SAFETY MEETING WITH ALL PERSONNEL ON LOCATION. USE CO₂ APPROVED PUMPING EQUIPMENT ONLY. REVIEW CONTINGENCY PLANS FOR POSSIBLE JOB MALFUNCTIONS WITH ALL PERSONNEL.
- 14. Fracture stimulate in 0.6 to 3.0 ppg stages @ 40 BPM constant downhole rate with 147 tons of Liquid CO₂ and 47,500 lbs. 30/50 mesh sand. When enclosed blender is empty, call flush. Flush to top perf with Liquid CO₂. Refer to frac schedule enclosed. Maximum bottomhole treating pressure is 4050 psi (85% of burst in 4-1/2" 10.5# csg). Estimated friction pressure is approximately 1673 psi @ 40 BPM. Maximum surface treating pressure is 4050 psi.

San Juan 30-6 #83 Lewis Shale Payadd Procedure A 15 30N 07W

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15. Record ISIP, 5, 10 and 15 shut-in pressure. Shut-in frac valve. RD stimulation company. Install flowback line above frac valve. Lay flowback line to dual-choke manifold and pit. Begin flowback after stimulation company has rigged down from frac valve. Open well to pit on accordance to flowback schedule listed in the table below. Do not shut well in during flowback. When schedule dictates a larger choke size, open ball valve upstream of adjustable choke and open adjustable choke on manifold to pre-determined size listed in table and begin flowing through adjustable choke. Close ball valve upstream of positive flow bean and change out flow bean to next larger size in table. Open ball valve upstream of positive flow bean and begin flowing. Close ball valve upstream of adjustable choke and close adjustable choke.

| 20/64" Choke | For approximately 1 hour | |
|--------------|---------------------------|--|
| 24/64" Choke | For approximately 1 hour | |
| 32/64" Choke | For approximately 1 hour | |
| 48/64" Choke | For approximately 1 hour | |
| 2" Line-pipe | For approximately 2 hours | |

- 16. After well cleans up and pressures allow, TIH w/ 3-7/8" flat mill on 2-3/8" 4.7# J-55 workstring and clean-up to CIBP @ +/- 4160' with air/mist. When well is sufficiently clean, gauge the Upper Lewis interval for one (1) hour. Obtain an accurate pitot gauge for the Upper Lewis interval.
- 17. Drill out CIBP @ +/- 4160' w/ 3-7/8" flat mill on 2-3/8" workstring. Use minimum mist rate of 10-12 BPH.
- 18. Clean up to CIBP @ +/- 4650' w/ air/mist. When well is sufficiently clean, gauge the entire Lewis interval for one (1) hour.
- 19. Drill out CIBP @ +/- **4650**' w/ 3-7/8" flat mill on 2-3/8" workstring w/ air/mist and CO to PBTD @ **5668**'**. TOOH w/ 2-3/8" 4.7# J-55 workstring and stand back. Lay down 3-7/8" flat mill.
 - **NOTE: If tbg. was scaled-up, acid wash the existing Pt. Lookout, Menefee, and Cliffhouse perforations w/ treatment specified by service company.
- 20. Broach in tubing on sandline. TIH w/ one joint of 2-3/8" 4.7# J-55 tubing w/ expendable check, seating nipple, then remaining 2-3/8" production tubing. Land tubing @ **5597**'.
- 21. ND BOP's, NU single tubing hanger wellhead. Pump off expendable check. Obtain a final pitot up tubing. If well will not flow on it's own, make swab run to seating nipple. If swab run is not necessary, RD and MOL.

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San Juan County, NM Latitude: 36 Deg., 49.07 Min Longitude: 107 Deg., 33.10 Min.

Approve: Halfule 13APA 99

Approve:

Drilling Superintendent

Recommend:

twe Capbell H13199

Production Engineer

VENDORS:

Wireline:Schlumberger325-5006Stimulation:Universal Well Services1-800-935-2837Enclosed Blender:Universal Resources1-800-935-2837

Liquid CO₂: BOC Gases 1-800-448-5988

Packer:Arrow Completion Systems326-5141Bridge Plug:Arrow Completion Systems326-5141Flat Mill:Arrow Completion Systems326-5141

 Steve Campbell
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 Home 327-5089
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San Juan 30-6 #83

Unit A, Section 15, T30N, R07W Rio Arriba County, NM

