15-Apr-08

## **Well Inspection History**

API Number: 30-025-23708-00-00

Operator: LOURAY OIL COMPANY, LLC,

Field: GOVERNMENT E

Well Type: SALT WATER DISPOSAL WELL

Well Name & No.: GOVERNMENT E

District: HOBBS

County Name: LEA

Legal: S: 25 T: 19S R: 34E

Case 14110 Quannah, Inc. OCD Exhibit No. 12

Insp. Dt.	Insp. Type	Insp. Purpose	Insp. No.	RmdyRqDt	Insp. By	Viol. SNC Failed Codes
<u>-</u>	Routine/Periodic	Normal Routine Activity	iMAW0810224	, yq= .	122	
4/10/2000	No change is status since last	•	1117/11/00/10224		122	
4/3/2008	Routine/Periodic	Normal Routine Activity	iMAW0809456		122	
		flowing well to tanks. Guage o		d 0 psi. MW	,,,,	
	Compliance Verification	Enforcement Action Follow-u		a o poi. 11111	102	
	PER LOUIS EDGETT, CW,,T	OOK HOSE LOOSE STUCK JA SE, OPENED VALVES TO FLO	ACK HANDLE UP	CONNECTIONN		I N CHECK
	Compliance Verification	Enforcement Action Follow-u			102	,
	WELL IS CONNECTED TO F INTO WELL, NOT BACKFLO	LOWLINE, CAN HEAR FLUID I WING OUT OF WELL, PRESSI	MOVING AT WELI URE ON CASING	LHEAD,,CHECK V VALVE ALSOCA	ALVE OFF T	BG. SHOWS FLUID GOING OOK PICTURES
	Routine/Periodic	Normal Routine Activity	iMAW0807351		122	
	On location 1:00 pm. No chan	ge in status. Well still back flow	ring to btry. MW			•
3/10/2008	Routine/Periodic	Normal Routine Activity	iMAW0807059		122	
		back flowing to battery. Accordi produced H2O and oil from batt		o, rate is around 40	00 bbl/day @	50 psi. Will build up pressure
2/28/2008	Routine/Periodic	Normal Routine Activity	iMAW0805948		122	
	Pulling unit rigged down and g	one. Well connected to flowline	and back flowing	into tanks at site.	Valves at load	ding site locked. Took pictures.
2/20/2008	Work Over Reconditioning	Status Check	iMAW0805148		122	
	As per reverse unit operator, of hours on 2-19-2008 the well be he is going to clean out to bott	drilling @ approx. 6033'. He indi ackflowed approx. 80 bbls. Wel tom and run a liner. MW	cated there were 3 I was overflowing o	316 jts of 2 7/8" tbo during the field visi	g on location ( it today. Spok	(approx. 9930'). During working te w/ Mr. Eddget, he indicated
2/19/2008	Work Over Reconditioning	Status Check	iMAW0805058		122	
	Spoke w/ Jose Lane, reverse	operator (631-8646). Drilling @	5330' fell down to	5413'. MW		
2/8/2008	Work Over Reconditioning	Status Check	iMAW0803958		122	
	8:30 am. Drilling cement. 2:15	pm. Drilling cement @ 4781'. 7	Took pictures of wo	orkover pit. MW		
2/7/2008	Work Over Reconditioning	Request/Complaint	iMAW0803923		122	
		or for Graco (505-390-3789). Ta	agged retainer @ 4	1167'. Drill out reta	iner and cmt	down to 4186'. Cmt green.
	Shut down for night. MW Work Over Reconditioning	Request/Complaint	iLWH0803667		100	•
	5	JMP TRUCK ON LOCATIONA		om CMT IOR:CO	102	COING DOWN PER
	CHARLIE, HAD 100# ON 8-5/5/8" CSG. BRADENHEADNO	8" CSG. BEFORE CMT. BEGA OT APPROVED BEFORE JOB.	N; PUMPED 260	SX. CMT'C' NEE	T FOLLOWE	D BY 167 BBL. MLF DOWN 8-
	Work Over Reconditioning	Status Check	iLWH0803637		102	
		ANDBY, WAITING FOR CEME	NT CO. ??			
	Routine/Periodic	Status Check	iLWH0803556		102	
	INTO 210 BBL. TANK	N. TRUCK DRIVER DON W/ QI		DING TANK BOTT	·	CONDENSATE AND OIL
	Work Over Reconditioning		iLWH0803244		102	
	•	'ELL SHUT INNO ONE WORK		ELL		
	Work Over Reconditioning		iLWH0803155	0.1.1.0. ODEDAT	102	
1	ON 1-28-08. NOTHING WRIT		•	SA W.S. OPERAT	•	LLED 309 JTS. TBG./ PKR.
		Status Check DK LFOUND BAD CSG. @ 533	iLWH0803138 0' TO 4167'WELI	L STILL FLOWING	102 GSIP @ 130	0#
1/30/2008	Work Over Reconditioning	Status Check	iLWH0803039		102	
	RAN IN HOLE W/ CSG. SCAF 20 JTS, 2-3/8" TBG. AWAY	PER TO 6015'POOHRIH W/ I	RBP AND PKR. TO	O +- 6000' TO TES	ST CSGPIC	CK-UP W/ TRAILER HAULED
1/29/2008	Work Over Reconditioning	Request/Complaint	iLWH0802936		102	
	PULLED OUT OF HOLE WITH TO HIGH WINDS	H 185 JTS. TBG. AND PKRRIF	H WITH CSG. SCF	RAPER ON WORK	K STRING TE	BGMAY SHUT DOWN DUE
1/25/2008	Routine/Periodic	Normal Routine Activity	iLWH0802544		102	
1	PULLING UNIT ON WELLFL	OWING WELL BACK TO TANK	KS600# ON·TBG.	., -0- ON CSG		
	Routine/Periodic TBG. @ 1670#	Normal Routine Activity	iLWH0722139	•	102	
	•	Normal Routine Activity	iLWH0719229		102	
		•				

MET WITH LEGAL STAFF FROM SANTA FE TO TOUR AREA..

		5 40 444	W. I. W. 1074 0000	400		
5/10/2007	Bradenhead	· · · · · · · · · · · · · · · · · · ·	iLWH0713038	102	000 005	001105 110
PER GWWCHECK BHT FOR POSSIBLE CSG. LEAK,,PROD. WELL ON NEXT LOCATION SHOWING 400# CSG. PRESSUREN SHOW OF PROBLEM FROM THIS WELL						
11/20/2006	Routine/Periodic	Normal Routine Activity	iLWH0632445	102		
11/20/2000	GAGE SHOWING 1990#,,WIL	•	1244110002443	102		
0/05/0000			:1.14(1.10020040	402		
9/25/2006	Routine/Periodic	Normal Routine Activity	iLWH0626849	102		
	TBG. PRESSURE @ 1930#, I	PUMP RUNNING				
8/16/2006	Routine/Periodic	Status Check	iLWH0622846	102		
	TBG. GAGE @ 1940#, PUMP	RUNNING				
5/24/2006	Routine/Periodic	Normal Routine Activity	iLWH0614438	102		
	TBG. @ 1840#					
4/20/2006	Routine/Periodic	Normal Routine Activity	iLWH0611043	102		
	Tbg. Pressure @ 1750#	•				
1/23/2006	Routine/Periodic	Normal Routine Activity	iLWH0602344	102		
172372000	LOOKS BETTER THAN IN PA			.02		
0/40/0005		•		445	•	
9/16/2005	Complaint Response	Status Check	iPRS05259570	115		0.1.1.
	emergency pit. Checked loca See photos. Crew on site. Sit.	tion in operation. Truck loading	elease. Bullet hole. 250 bbl inside dyk or unloading. Fluids have been vacu	e. 50 bbis on umed up. Res	pad and 5 sidue in soi	il and around pit.
9/15/2005	Work Over Reconditioning	Normal Routine Activity	iJDR05258363	113		
	Operator found a bad joint of t	ubing. He replaced the joint ar	nd ran a pressure test. Marcy said he	turned in the o	hart to his	boss. There tank
	developed a leak and he has a	a spill estimated at 200 bbls. T	he pit is full 12" deep 60'X80' and ran	on to the loca	ition where	they picked up
			reported the spill to Paul Sheely's void		sheeky is to	aking care of spill.
9/15/2005	Pressure Test	Normal Routine Activity	iJDR05263255	113		
	Spill on location		•			
9/9/2005	Routine/Periodic	Normal Routine Activity	iLWH0525248	102		
	WELL HEAD TORE DOWN, N	O PULLING UNIT, MAYBE 9-	12-05.			
9/7/2005	Compliance Verification	Enforcement Action Follow-u	iLWH0525042	102		
	TBG. AND CSG. HAVE HOSE	CONNECTED. BLEEDING D	OWN FOR REPAIRS. SHOULD HAVE	E RIG 9-8-05		
9/2/2005	Compliance Verification	Enforcement Action Follow-u	iLWH0524528	102		
	'		SE TO 2-7/8" LINE GOING TO SARAI	H SUE WELLS	S #1 & #3 \$	SHUT OFF AND
	DISCONNECTED.					
9/1/2005	Compliance Verification	Request/Complaint	iLWH0524437	102	Υ	13
						17
	PASTURE. TRAILED LINE, FOR RUNNING TO SECOND WELL	OUND TO BE PUMPING INTO L IN E-36-19-34.BUT HAD LEA	N, DISCONNECTED.ANOTHER TRI- WELL W/ RODS CHAINED DOWN,I AK AND SHUT IN. TOOK PICTURES WAS TESTING WELL FOR INJECTION	D-36-19-34.PL @ ALL LOCA	IMPING D	OWN TBG.,ALSO
8/23/2005	Compliance Verification	Enforcement Action Follow-u	iLWH0523533	102	Υ	112
						13
	INJ. WELL NOT REPAIRED , LARRY JOHNSON	1700# TBG. PRESSOIL STA	NDING MOST OF AREA INSIDE DYF	(E @ TANKS.	TOOK PI	CTURES, CALLED
4/20/2005	Compliance Verification	Enforcement Action Follow-u	iLWH0511035	102		112
						17
	11-05 IS STILL ACTIVE, NO F W/ LOUIS EDCETT, SAID HE	RECORD OF REPAIRSNEED		PROVAL BY		
	Bradenhead		iSAD05018415	114		
•	OK. All Equipment and Location	on in Good Shape.				
7/13/2004	Compliance Verification	Enforcement Action Follow-u	iLWH0419559	102	Υ	
	OIL PUDDLES AROUND TAN	KS, HEAVY SALT SCALE ANI	D SALT WATER INSIDE DYKES. CAI	LLED PAUL S	HEELEY.	NEEDS CLEANED
8/13/2003	Routine/Periodic	Normal Routine Activity	iLWH0322533	102	Υ	
	OIL PUDDLES, HEAVY OIL S	TAIN INSIDE DYKE, AROUND	TANKS.			
7/12/2002	Routine/Periodic	Normal Routine Activity	iJDR02193434	113		
	A-OK. All Equipment and Loca	•				
		·	iJDR02030368	113		
	A-OK. All Equipment and Loca	•	102.102000000	, 10		

1/15/2002	Compliance Verification	Normal Routine Activity	iJDR02015363		113		
,	Talked to Lewis Edgett and he well to disposal.	has bought the SWD from Sul	surface. Talked to	him about sending	us a C 104.	He has one year to return	
8/1/2001	Compliance Verification	Normal Routine Activity	iJDR01213481	11/4/2001	113	Υ	
Checked status of well failing the 3/20/2001 B.H.T. The first letter was sent 3/1/2001 requiring the well to be brought into compliance 6/23/2001. There was a extension approved until 7/23/2001. Well is disconnected. Well hasn't been reapaired and tested.							
3/20/2001	Bradenhead	Normal Routine Activity	iJDR01079475		113	Υ	
	Operator called and left a mes	ssage that the well was defective	e and he will repa	ir the well as soon a	s possible		
1/29/1998	MIT Witnessed - Other	•	unk0012007		103	•	
	PT TO 590 F/30 MINS OK						
2/26/1997	MIT Witnessed - Other	•	unk0012006		114	•	
	TEST CANCELLED-WEATHER-OPER SHOWED-ACCEPTED T						
2/26/1996	MIT Witnessed - Other	•	unk0012005		109		

**Total Inspections Performed: 49**