

EXHIBIT #3

ADDITIONAL DATA

BEFORE EXAMINER NUTTER	
OIL CONSERVATION COMMISSION	
<i>Hilbard</i>	EXHIBIT NO. <u>3</u>
CASE NO. <u>5422</u>	

HILLIARD OIL & GAS, INC.  
DRILLING & COMPLETION REPORT

OPERATOR:	HILLIARD OIL & GAS, INC.	TD: <u>14,075'</u>
WELL:	<u>McELVAIN-FEDERAL #1 (La Rica North)</u>	
FIELD:		PBTD: <u>9650'</u>
COUNTY:	LEA STATE: NEW MEXICO	ELEV. RKB: <u>3921'</u>
LOCATION:	<u>1980' FSL &amp; 1980' FEL, Sec. 30,</u>	GR: <u>3903'</u>
	<u>T-18S, R-34E</u>	SPACING: <u>18'</u>
CONTRACTOR:	<u>Tri Service Drilling Company Rig #6</u>	

15,000' Devonian

5-29-74 Road & location complete - WORT  
5-30-74 WORT  
5-31-74 MI & RURT. Prep to spud well today.  
6- 1-74 Spudded well @ 10:00 AM 6-1-74. 355' Redbed. Dev. ½ @ 331'. Mud 9.0#, Vis 33. Bit #1 - 17½" Hughes OSC3AJ-re-tip, in @ surface. Top of Redbed @ 105'. Ran 9 jts (358.45') 13-3/8" 54.50#, K-55, ST&C csg. Set @ 355' w/370 sx Class "C", 2% CaCl. Cmt circ. Plug down @ 8:30 PM. WOC & Nippling up.  
6- 2-74 1521' Anhy. Dev. ½ @ 840', ½ @ 1340'. Mud 9.5#, Vis 33. Bit #2 - 11" Hughes OSC3AJ, in @ 355'. Finished nippling up. Tested 13-3/8" csg w/800# for 30 min held ok.  
6- 3-74 1834' Anhy & Gyp. 1¼ @ 1777'. Mud 10.2#, Vis 32. Bit #2 - 11" Hughes, OSC3AJ, in @ 355'.  
6- 4-74 2997' Anhy & Salt. Dev. 1 @ 2274', 1 @ 2777'. Mud 10.4#, Vis 33. Bit #3 - 11" Security M4N, in @ 1834'.  
6- 5-74 3258' Anhy. Dev. 1¼ @ 3174'. Mud 10.4#, Vis 33. Bit #3 - 11" Security M4N, in @ 1834'. Bit #4 - 11" Smith V2J, in @ 3197'.  
6- 6-74 3558' Anhy. Dev. ½ @ 3274'. Mud 10.5#, Vis 33. Bit #4 - 11" Smith V2J, in @ 3197'.  
6- 7-74 3693' Anhy. Dev. 1 @ 3645'. Mud 10.5#, Vis 33. Bit #4 - 11" Smith V2J, out @ 3585'. Bit #5 - 11" Smith 5JS, in @ 3585'.  
6- 8-74 3888' Anhy. No dev. surv. Mud 10.5#, Vis 33. Bit #5 - 11" Smith 5JS, in @ 3585'.  
6- 9-74 4098' Anhy. Dev. ½ @ 4051'. Mud 10.6#, Vis 33. Bit #5 - 11" Smith 5JS, in @ 3585'.  
6-10-74 4304' Anhy. No dev. surv. Mud 10.6#, Vis 33. Bit #5 - 11" Smith 5JS, in @ 3585'.  
6-11-74 4431' Anhy. Dev. ½ @ 430'. Mud 10.6#, Vis 33. Bit #5 - 11" Smith 5JS, out @ 4320'. Bit #6 - 11" Smith 5JS, in @ 4320'.  
6-12-74 4606' Anhy. No dev. surv. Mud 10.7#, Vis 33, added 40 Bbls oil to mud. Bit #6 - 11" Smith 5JS, in @ 4320'.  
6-13-74 4764' Anhy. No dev. surv. Mud 10.7#, Vis 34. Bit #6 - 11" Smith 5JS, in @ 4320'.  
6-14-74 4876' Anhy. Dev. ¼ @ 4803'. Mud 10.6#, Vis 33. Bit #6 - 11" Smith 5JS, out @ 4787'. Bit #7 - 11" Smith 6JS, in @ 4787'.  
6-15-74 5020' Anhy. No dev. surv. Mud 10.7#, Vis 33. Bit #7 - 11" Smith 6JS, in @ 4787'.  
6-16-74 5120' Dolo. Dev. ½ @ 4083'. Mud 10.6#, Vis 33. Bit #7 - 11" Smith 6JS, out @ 5120'. Running 8-5/8" csg.  
6-17-74 5120' Dolo. Ran 145 jts - 8-5/8" csg as follows:

Halliburton Guide Shoe	1.00
1 jt - 8-5/8", 32#, K-55, ST&C	30.40
Halliburton Insert Float	0.00
88 jts - 8-5/8" 32#, K-55, ST&C	2697.40
56 jts - 8-5/8" 24#, K-55, ST&C	2396.40
145 jts & equipment	5125.20
Less above RKB	-10.20
Csg set @	5115.00
Less shoe jt	-31.40
Insert Float @	5083.60

Csg stuck 5' above bottom (acted as if stuck shallow in RedBeds). Preceeded cmt w/200 Bbls Baroid Casing Pack. Cmt'd w/300 sx Halliburton "Light", 8# salt/sx, followed w/200 sx Class "C", 0.5% CFR-2. Plug down @ 12:00 Noon. Nippled up head & 10" BOP's. Tested 8-5/8" csg w/1500# for 30 min - held ok. Ran Temperature Survey - top of cmt @ 2750'. Going in hole w/7-7/8" bit & 6" drl collars. Top of San Andres 5080' (-1159).  
6-18-74 5381' Li. Dev. ½ @ 5115'. Mud-wtr, 8.4#, Ph 10.5. Bit #8 - 7-7/8" Hughes J-55, in @ 5120'. Correction on 6-17-74 report - Top of cmt 2300'.

- 6-19-74 5683' Li. Dev.  $\frac{1}{4}$  @ 5566'. Mud-wtr 8.4#, Ph 10.5. Bit #8 - 7-7/8" Hughes J-55, in @ 5120'.
- 6-20-74 5955' Sd & Dolo. No dev. surv. Mud-wtr 8.4#, Ph 10.5. Bit #8 - 7-7/8" Hughes J-55, in @ 5120'.
- 6-21-74 6251' Li, Sh & Sd. Dev.  $\frac{3}{4}$  @ 6001'. Mud-wtr 8.4#, Ph 10.5. Bit #8 - 7-7/8" Hughes J-55, in @ 5120'.
- 6-22-74 6565' Li & Sd. Dev.  $\frac{1}{4}$  @ 6466'. Mud-wtr 8.4#, Ph 10.5. Bit #8 - 7-7/8" Hughes J-55, in @ 5120'.
- 6-23-74 6910' Li & Sd. No dev. surv. Mud-wtr 8.4#, Ph 10.5. Bit #8 - 7-7/8" Hughes J-55, in @ 5120'.
- 6-24-74 7273' Li, Sd. & Sh. Dev.  $\frac{3}{4}$  @ 6903'. Mud-wtr 8.4#, Ph 10.5. Bit #8 - 7-7/8" Hughes J-55, in @ 5120'.
- 6-25-74 7501' Li & Sd. Dev.  $\frac{1}{2}$  @ 7274'. Mud-wtr 8.4#, Ph 10.5. Bit #8 - 7-7/8" Hughes J-55, out @ 7303'. Bit #9 - 7-7/8" Hughes JD-8, in @ 7303'.
- 6-26-74 7738' Li. Dev.  $\frac{1}{2}$  @ 7661'. Mud-wtr 8.4#, Ph 10.5. Bit #9 - 7-7/8" Hughes JD8, out @ 7690'. Bit #10 - 7-7/8" Hughes J-55, in @ 7690'.
- 6-27-74 8131' Li. No dev. surv. Mud-wtr 8.4#, Ph 10.5. Bit #10 - 7-7/8" Hughes J-55, in @ 7690'.
- 6-28-74 8484' Li & Sd. Dev.  $\frac{1}{2}$  @ 8132'. Mud-wtr 8.4#, Ph 10.5. Bit #10 - 7-7/8" Hughes J-55, in @ 7690'.
- 6-29-74 8765' Li & Sh. Dev.  $1\frac{1}{4}$  @ 8630'. Mud-wtr 8.4#, Ph 10.5. Bit #10 - 7-7/8" Hughes J-55, in @ 7690'.
- 6-30-74 8955' Li & Sh. Dev. 1 @ 8786'. Mud-wtr 8.4#, Ph 10.5. Bit #10 - 7-7/8" Hughes J-55, in @ 7690'.
- 7- 1-74 9152' Li & Sh. Dev.  $\frac{3}{4}$  @ 8943'. Mud-wtr 8.4#, Ph 10.5. Bit #10 - 7-7/8" Hughes J-55, in @ 7690'.
- 7- 2-74 9382' Li & Sh. No dev. surv. Mud-wtr 8.4#, Ph 10.5. Bit #10 - 7-7/8" Hughes J-55, in @ 7690'.
- 7- 3-74 9469' Li & Sh. Dev.  $\frac{3}{4}$  @ 9350'. Mud-wtr 8.4#, Ph 10.5. Bit #10 - 7-7/8" Hughes J-55, out @ 9382'. Bit #11 - 7-7/8" Hughes J-55, in @ 9382'.
- 7- 4-74 9607' Li & Sh. Dev.  $\frac{1}{2}$  @ 9591'. Mud - wtr. 8.4#, Ph 10.5. Bit #11 - 7-7/8" Hughes J-55 in @ 9382'. Running DST #1.
- 7- 5-74 9708' Li & Sh. No dev. surv. Mud - wtr, 8.4#, Ph 10.5. Bit #11 - 7-7/8" Hughes J-55 in @ 9382'. DST #1 (Bone Springs) 9500-9607' (107') 15" IF, 90" FF, 30" ISL, 120" FSL. Tool opened w/very weak blow. Tool re-opened w/very weak blow incr to good blow in 30". Rec 2615' GDP & 10' free oil (Gr 38.5 deg. @ 85 deg. F.) & 170' GCDF (16,000 ppm cl - may be wtr cut also - Resistivity 1.55 ohms @ 78 deg. F) Sample chamber 0#, 980 cc oil, 920 cc drlg fluid. ISIP 3171#, FSIP 3882#, IFP 100-112#, FFP 125-138#, IHP 4174#, FHP 4174#, BHT 139 deg. F.
- 7- 6-74 9937' Li & Sh. No dev. surv. Mud - wtr, 8.4#, Ph 10.5. Bit #11 - 7-7/8" Hughes J-55, in @ 9382'.
- 7- 7-74 10,148' Li & Sh. Dev.  $\frac{3}{4}$  @ 10,050'. Mud - Kcl Brine, 10.2#, Ph 9.5. Bit #11 7-7/8" Hughes J-55 in @ 9382'.
- 7- 8-74 10,363' Li & Sh. No dev. surv. Mud - Kcl Brine 10.2#, Ph 10.0. Bit #11 - 7-7/8" Hughes J-55 in @ 9382'.
- 7- 9-74 10,593' Li, Sh & Sd. No dev. surv. Mud - Kcl Brine, 10.2#, Ph 9.5. Bit #11 7-7/8" Hughes J-55 in @ 9382'.
- 7-10-74 10,700' Li, Sh & Sd. No dev. surv. Mud - Kcl Brine, 10.1#, Ph 9.5. Bit #11 7-7/8" Hughes J-55 out @ 10,611'. Bit #12 - 7-7/8" Hughes J-55 in @ 10,611'.
- 7-11-74 10,876' Li & Sh. No dev. surv. Mud 10.1#, Vis 35, WL 10, FC 1/32, Ph 9.5. Bit #12 - 7-7/8" Hughes J-55 in @ 10,611'.
- 7-12-74 11,012' Li & Sh. No dev. surv. Mud 10.0#, Vis 34, WL 10.2, FC 1/32, Ph 9.5. Bit #12 - 7-7/8" Hughes J-55 in @ 10,611'.
- 7-13-74 11,158' Li & Sh. No dev. surv. Mud 10.0#, Vis 34, WL 10.8, FC 1/32, Ph 10. Bit #12 - 7-7/8" Hughes J-55, in @ 10,611'.
- 7-14-74 11,207' Li, Sh & Sd. Dev. 2° @ 11,174'. Mud 10.0#, Vis 34, WL 12.2, FC 1/32, Ph 9.5. Bit #12 - 7-7/8" Hughes J-55, out @ 11,186'. Bit #13 - 7-7/8" Hughes J-55, in @ 11,186'.
- 7-15-74 11,278' Li & Sh. No dev. surv. Mud 9.9#, Vis 34, WL 10.0, FC 1/32, Ph 9.5. Bit #13 - 7-7/8" Hughes J-55, in @ 11,186'.
- 7-16-74 11,376' Li, Sh & Sd. No dev. surv. Mud 9.9#, Vis 33, WL 9, FC 1/32, Ph 9.5. Bit #13 - 7-7/8" Hughes J-55, in @ 11,186'.
- 7-17-74 11,507' Li & Sh. No dev. surv. Mud 9.9#, Vis 33, WL 9, FC 1/32, Ph 10.5. Bit #13 - 7-7/8" Hughes J-55, in @ 11,186'.

7-18-74 11,620' Li & Sh. No dev. surv. Mud 10.0#, Vis 34, WL 9.0, FC 1/32, Ph 9.5.  
Bit #13 - 7-7/8" Hughes J-55, in @ 11,186'.

7-19-74 11,699' Li & Sh. Dev. 3/4° @ 11,643'. Mud 10.0#, Vis 34, WL 8.2, FC 1/32, Ph 10.0.  
Bit #13 - 7-7/8" Hughes J-55, out @ 11,669'. Bit #14 - 7-7/8" Hughes J-55, in @ 11,669'.

7-20-74 11,751' Sh. No dev. surv. Mud 10.0#, Vis 36, WL 8.2, FC 1/32, Ph 9.5. Bit #14 - 7-7/8" Hughes J-55, in @ 11,669'.

7-21-74 11,849' Li & Sh. No dev. surv. Mud 10.0#, Vis 35, WL 7.2, FC 1/32, Ph 9.5.  
Bit #14 - 7-7/8" Hughes J-55, in @ 11,669'.

7-22-74 11,938' Li, Sh & Sd. No dev. surv. Mud 10.0#, Vis 35, WL 8.2, FC 1/32, Ph 10.0.  
Bit #14 - 7-7/8" Hughes J-55, in @ 11,669'.

7-23-74 12,007' Li & Sh. No dev. surv. Mud 10.0#, Vis 35, WL 8.0, FC 1/32, Ph 10. Bit #14 - 7-7/8" Hughes J-55, in @ 11,669'.

7-24-74 12,072' Li & Sh. Dev. 0° @ 12,048'. Mud 10.0#, Vis 34, WL 8.0, FC 1/32, Ph 10.  
Bit #14 - 7-7/8" Hughes J-55, out @ 12,072'.

7-25-74 12,126' Sh. No dev. surv. Mud 10.0#, Vis 34, WL 9.0, FC 1/32, Ph 10. Bit #15 - 7-7/8" Hughes J-55, in @ 12,072'.

7-26-74 12,209' Li & Sh. No dev. surv. Mud 10.0#, Vis 34, WL 9.2, FC 1/32, Ph 10. Bit #15 - 7-7/8" Hughes J-55, in @ 12,072'.

7-27-74 12,278' Li & Sh. No dev. surv. Mud 10.0#, Vis 33, WL 8.0, FC 1/32, Ph 10.0.  
Bit #15 - 7-7/8" Hughes J-55, in @ 12,072'.

7-28-74 12,397' Li & Sh. No dev. surv. Mud 10.1#, Vis 33, WL 8.5, FC 1/32, Ph 10.5.  
Bit #15 - 7-7/8" Hughes J-55, in @ 12,072'.

7-29-74 12,507' Li & Sh. No dev. surv. Mud 10.0#, Vis 33, WL 8.6, FC 1/32, Ph 10.  
Bit #15 - 7-7/8" Hughes J-55, in @ 12,072'.

7-30-74 12,554' Sh. No dev. surv. Mud 10.1#, Vis 33, WL 9.5, FC 1/32, Ph 10. Bit #15 - 7-7/8" Hughes J-55, in @ 12,072'.

7-31-74 12,605' Li & Sh. Dev. 1/2° @ 12,539'. Mud 10.1#, Vis 35, WL 9.6, FC 1/32, Ph 10.5.  
Bit #15 - 7-7/8" Hughes J-55, out @ 12,575'. Bit #16 - 7-7/8" Hughes J-44, in @ 12,575'.

8- 1-74 12,744' Li & Sh. No dev. surv. Mud 10.1#, Vis 34, WL 9.6, FC 1/32, Ph 10.  
Bit #16 - 7-7/8" Hughes J-44, in @ 12,575'.

8- 2-74 12,898' Li, Sh & Sd. No dev. surv. Mud 10.1#, Vis 34, WL 9.8, FC 1/32, Ph 10.  
Bit #16 - 7-7/8" Hughes J-44, in @ 12,575'.

8- 3-74 13,005' Li & Sh. No dev. surv. Mud 10.2#, Vis 34, WL 9.0, FC 1/32, Ph 10. Bit #16 - 7-7/8" Hughes J-44, in @ 12,575'.

8- 4-74 13,149' Li & Sh. No dev. surv. Mud 10.1#, Vis 34, WL 8.6, FC 1/32, Ph 10.  
Bit #16 - 7-7/8" Hughes J-44, in @ 12,575'.

8- 5-74 13,235' Li, Sh & Sd. Dev. 3/4° @ 13,209'. Mud 10.1#, Vis 35, WL 8.0, FC 1/32, Ph 10.5. Bit #16 - 7-7/8" Hughes J-44, out @ 13,235'. Bit #17 - 7-7/8" Hughes J-44, in @ 13,235'.

8- 6-74 13,286' Li, Sd & Sh. No dev. surv. Mud 10.3#, Vis 37, WL 5.6, FC 1/32, Ph 10.  
Bit #17 - 7-7/8" Hughes J-44, in @ 13,235'. Taking DST #2 - 13,130' to 13,286' (156').

8- 7-74 13,291' Li, Sh & Sd. No dev. surv. Mud 10.2#, Vis 36, WL 6.0, FC 1/32, Ph 10.  
Bit #18 - 7-7/8" Hughes J-55, in @ 13,286'. DST #2 - 13,130' - 13,286' (156'), 3000' wtr cushion. 30" IF, 120" ISI, 140" 2nd F, 80" 2nd SI, 120" 3rd F, 220" FSI. Tool op w/good blow, increasing to strong blow in 2 min. GTS during ISI. Tool op for 2nd flow w/strong blow of gas, 1# on 1/2" ck. Wtr cushion to surface in 98" total flow time, salt wtr to surface in 148" of total flow time. Flwg salt wtr & gas w/490# on 1/2" ck. Tool op for 3rd flow making salt wtr & gas. Well started making recognizable amounts of condensate after 209" total flow time, cutting 25-30% condensate in salt wtr to end of test, w/335# on 1/2" ck. Reversed out est. 8 Bbls condensate, 16 Bbls salt wtr (33,000 ppm Cl). Sample Chamber - unable to record pressure, 3.97 cu ft gas, 200 cc condensate (52° API), 520 cc salt wtr (33,000 ppm Cl). Pit sample 138,000 ppm Cl.

IHP	7094#	FFP	1676 - 2434#
IFP	1733 - 2434#	FSIP	6563#
ISIP	6828#	FHP	7037#
2nd FP	2623 - 2983#	BHT	184° F
2nd SIP	6620#		

- 8- 8-74 13,369' Li & Sd.  
No dev. surv.  
Mud 10.2#, Vis 37, WL 5.2, FC 1/32, Ph 10.  
Bit #18 - 7-7/8" Hughes J-55, in @ 13,286'.  
Prep to DST #3 13,270 - 13,369'.
- 8- 9-74 13,369' Li & Sd.  
No dev. surv.  
Mud 10.0#, Vis 45, WL 4.4, FC 1/32, Ph 10.5.  
DST #3 13,270 - 13,369' (99') 3000' wtr cushion. Packers failed, test was a mis-run. Went in hole to condition mud & hole. Had moderate amount of gas for 4 hrs. Raised viscosity to 45. Circ. Prep. for DST #4 13,251 - 13,369'.
- 8-10-74 13,369' Li & Sd.  
No dev. surv.  
Mud 10.0#, Vis 44, WL 4.2, FC 1/32, Ph 10.0.  
C & C hole. Made short trip & had bridge 105' off bottom. Cleaned out & C & C hole. Made short trip & had bridge 65' off bottom. Cleaned out & cond hole. Made short trip, no bridge, no fill. C & C hole. Made short trip, no bridge, no fill. POH. Picked up test tools. Taking DST #4.
- 8-11-74 13,389' Sh.  
No dev. surv.  
Mud 10.2#, Vis 48, WL 4.0, FC 1/32, Ph 9.5.  
Bit #18 - 7-7/8" Huhges J-55, in @ 13,286'.  
DST #4, 13,251' - 13,369' (118'), 3000' WC, 20" IF, 70" ISI, 60" FF, 120" FSI. Tool op w/weak blow, continued weak through IF. Tool re-op w/fair blow incr slowly, to bottom of 5 gal bucket in 15". Incr slowly to end of test. Blow continued through FSI - GTS in 96" of FSI. Max flow rate est @ 17.5 MCF/D (34 psi on 1/8" ck). Attempted to re-open for third flow. Apparently stuck above test tools; could not operate tester. Pulled loose & POH. Rec 10,000' GIDP, 3000' GCWC, 210' GCDF, no wtr indicated. Sample chamber - no recovery (hydraulic tool was damaged when pulling loose & allowed tester to op above floor).  
IHP 7176' FFP 1512 - 1512#  
IFP 1494 - 1494# FSIP 6658#  
ISIP 5425# & building FHP 7176#  
BHT 184°F.
- 8-12-74 13,495' Li & Sh.  
No dev. surv.  
Mud 10.1#, Vis 45, WL 6.0, FC 1/32, Ph 10.  
Bit #18 - 7-7/8" Hughes J-55, in @ 13,286'.
- 8-13-74 13,545' Sh.  
No dev. surv.  
Mud 10.2#, Vis 44, WL 4.0, FC 1/32, Ph 10.  
Bit #18 - 7-7/8" Huhges J-55, in @ 13,286'.
- 8-14-74 13,621' Li, Sh & Sd.  
No dev. surv.  
Mud 10.2#, Vis 44, WL 4.6, FC 1/32, Ph 10.  
Bit #18 - 7-7/8" Hughes J-55, in @ 13,286'.
- 8-15-74 13,629' Li & Sh.  
Dev. 3/4" @ 13,610'.  
Mud 10.2#, Vis 46, WL 4.2, FC 1/32, Ph 10.  
Bit #19 - 7-7/8" Hughes J-44, rerun, in @ 13,629'.  
Bearing out of rotary table. Repaired same.
- 8-16-74 13,708' Li & Sh.  
No dev. surv.  
Mud 10.3#, Vis 44, WL 4.0, FC 1/32, Ph 10.  
Bit #19 - 7-7/8" Hughes J-44 rerun, in @ 13,629'.  
Sample top of Upper Mississippian Ls 13,630' (-9709)  
49' low to Aztec Fed "M"  
131' low to Pan Am #5 Buffalo Unit  
8' high to Humble #3 Mescalero Unit  
77' low to Union Pipeline Fed  
138' low to Continental Tonto Unit

- 8-17-74 13,768' Sh.  
No dev. surv.  
Mud 10.3#, Vis 45, WL 4.0, FC 1/32, Ph 10.  
Bit #19 - 7-7/8" Hughes J-44, rerun, in @ 13,629'.
- 8-18-74 13,795' Sh.  
No dev. surv.  
Mud 10.3#, Vis 45, WL 4.6, FC 1/32, Ph 10.5.  
Bit #19 - 7-7/8" Hughes J-44, out @ 13,768'.  
Bit #20 - 7-7/8" Hughes J-8, in @ 13,768'.
- 8-19-74 13,876' Sh.  
No dev. surv.  
Mud 10.3#, Vis 44, WL 4.8, FC 1/32, Ph 10.  
Bit #20 - 7-7/8" Hughes J-8, in @ 13,768'.
- 8-20-74 13,921' Sh.  
No dev. surv.  
Mud 10.3#, Vis 46, WL 4.2, FC 1/32, Ph 10.  
Bit #20 - 7-7/8" Hughes J-8, out @ 13,892'.  
Bit #21 - 7-7/8" Smith FS, in @ 13,892'.
- 8-21-74 13,990' Sh.  
No dev. surv.  
Mud 10.3#, Vis 44, WL 4.6, FC 1/32, Ph 10  
Bit #21 - 7-7/8" Smith F-5, in @ 13,892'.
- 8-22-74 14,060' Sh.  
No dev. surv.  
Mud 10.2#, Vis 44, WL 6, FC 1/32, Ph 10.  
Bit #21 - 7-7/8" Smith F5, in @ 13,892'.
- 8-23-74 14,075' Li & Sh.  
No dev. surv.  
Mud 10.2#, Vis 45, WL 6.2, FC 1/32, Ph 10.5.  
Bit #21 - 7-7/8" Smith F-5, out @ 14,075'.  
Running open hole logs.  
Log Top of Lower Mississippian Limestone 14,027' (-10,106')  
127' low to Continental Tonto Deep Unit  
137' low to Union Pipeline Federal  
51' low to Humble #3 Mescalero Unit  
413' low to Pan American #5 Buffalo Unit
- 8-24-74 14,075' Li & Sh Td  
No dev. surv.  
Mud 10.2#, Vis 45, WL 6.2, FC 1/32, Ph 10  
Finished running Schlumberger DLL, BHC-Sonic, FDC-CNL, MLL & Velocity Survey.  
Went in hole & conditioning mud. WOO
- 8-25-74 14,075' Li & Sh TD  
Mud 10.2#, Vis 45, WL 6.2, FC 1/32, Ph 10  
Plugged back to set casing @ 9560'.  
Set cement plugs as follows:  
50 sx cmt plug @ 12,950' - 13,100'  
55 sx cmt plug @ 10,300' - 10,450'  
75 sx cmt plug @ 9,700' - 9,900'  
WOC & Waiting on csg delivery.
- 8-26-74 9650' PBD  
Mud 10.2#, Vis 46, WL 4.6, FC 1/32, Ph 10  
Tagged cmt @ 9548'. Drilled plug to 9650'. Casing on loc. W0 parts for liner hanger.

8-27-74 9650' PBD

Waited on Liner Hanger Equip. until 4:00 PM

Ran 148 jts 4½" csg as liner as follows:

Halliburton Float Shoe	1.70'
1 jt 4½", 11.60#, K-55, LT&C	32.76'
Halliburton Float Collar	1.40'
TIW hatch collar	0.80'
147 jts 4½", 11.60#, K-55, LT&C	4728.72'
5½" X 4½" 8 Rd Crossover	0.80'
TIW Type "EJ", 8-5/8" X 5½" Liner Hanger	5.16'
6-5/8" X 5½" 8 Rd Crossover	1.11'
TIW Packoff w/tie-back sleeve, 7-9/16" OD X 6" ID	6.88'

148 jts. & equipment 4779.33'

Plus below RKB 4869.67'

Liner Shoe set @ 9649.00'

Less Shoe jt. -36.66'

Top of Float Collars @ 9612.34'

Less liner & hanger assembly -4742.67'

Top of Liner Hanger & Tie-back sleeve 4869.67'

cmtd w/500 sx Class "H", 50-50 Pozmix, 2% gel, 8.6# salt/sx, 3/10% HR-7.

Plug down @ 2:30 AM. Set Packoff. Circ mud out of 8-5/8" csg w/fresh wtr.

Laying down drillpipe.

8-28-74 Finished laying down drl pipe. Removed BOP's. Cleaned pits. Rel Tri-Service Rig 6 @ 4:00 PM 8-27-74. Waiting on compl.

8-29-74 WO Completion - Unable to MORT due to wet weather and lack of trucks.

8-30-74 WO Completion - Unable to MORT due to wet weather and lack of trucks.

8-31-74 WO Completion

thru

9- 5-74

9- 6-74 MI & RU Select Well Service. Starting completion.

9- 7-74 Nippled up wellhead & BOP's. Ran 310 jts. tbg. Tagged bottom @ 9570'. Pulled up & set tbg @ 9525', prep to circ hole w/treated wtr & spot acid on bottom. SDFN.

9- 8-74 Displaced hole w/2% Kcl wtr. Spotted 100 gal 7½% Morrow Flow acid fr 9375-9525'. Pulled tbg. RU Schlumberger & attempted to run CBL-Gamma Collar Log. Two sets of tools failed to operate. SDFN.

9- 9-74 SD for Sunday.

9-10-74 Ran CBL-Gamma Ray & Collar Logs. Log indicated adequate bond thru zone of interest. Perf 9498-9512' & 9518-24' w/1 shot/ft. Ran tbg & pkr as follows:

2 jts. 2-3/8" 4.70#, N-80, EUE 8 Rd	60.95'
Baker Model "R" Double Grip Pkr	6.00'
Seating Nipple - 1-25/32"	1.00'
301 jts. 2-3/8" 4.70#, N-80, EUE 8 Rd	9309.24'
303 jts. Tbg & Equip.	9377.19'
Plus below RKB	+ 14.00'
	Tbg set @ 9391.19'
Minus	- 66.95'
	Top of pkr @ 9324.24'

Removed BOP's, set pkr w/15,000# compression, nipped up wellhead & SION.

9-11-74 Swbd well down & dry. Waited 2 hrs - had 200' fluid accumulation. Swbd well dry again - no show of oil or gas.

- 9-12-74 SITP 0#, on slight vacuum. Ran swb, 1000' fluid in hole, rec 400' wtr, NSO&G. Dropped swb mandrel in tbg while changing swb cups. Fished same out of hole. Ran swb - found 1000' fluid in hole, rec 400' wtr, NSO&G. RU Halliburton & treated perfs 9498-9512' & 9518-24' w/3000 gal 7½% Morrow Flow acid, split into 6 stages w/five drops of 6 ball sealers. Initial Treating press 3900# @ 4.5 BPM. Pressure increased by 100-200# on each stage of ball sealers. Final treating pressure 4500# @ 4.2 BPM. Avg press 4200# @ 4.3 BPM. ISIP 3100#, 5" SIP 2800#, 15" SIP 2400#. Bleed off press & started swbg. Fluid level dropped steadily to 6700' & then began to get fluid out of formation. Fluid level began to hold @ 6000'. Fluid from formation began cutting high percentage of oil almost immediately. Acid gas & formation gas sufficient to scatter fluid from 3000' to 9000'. On last run of swb, solid fluid level 8400', pulled from seating nipple @ 9324'. Rec 3.5 BF, 75% oil, 25% spent acid wtr. Have rec 60 Bbls of 110 Bbls acid & load wtr.
- 9-13-74 SITP 600#. Op well on 1" choke. Flwd 25 BF - 10% wtr & died. Ran swb, found fluid scattered in hole. Made 3 runs & rec 6 BF - 50% wtr. SD 1 hr - FL 6000'. Swbd 6 BF, 100% oil. SD 1 hr - FL 8100', swbd 3 BF, 100% oil. Continued swbg & recovering approx 3 BF/hr - 90-100% oil. SDON.
- 9-14-74 SITP 800#. Opened well on 20/65 ck. Pressure bled off & well started flwg by heads. Flwd est 25 B0, no wtr, to pit. Ran swb & found scattered fluid in hole. Swbd 3 BF/hr - 90-100% oil. SD, unable to get frac equipment.
- 9-15-74 SITP 700#. Opened on 20/64 ck. Bled off pressure & well flwd about 20 B0 to pit. Ran swb & found scattered fluid, rec 10% wtr. RU Halliburton & fraced w/30,000 gal gelled 2% Kcl wtr (low-gel system) & 31,500# 20/40 sand. Avg treating press 6600# @ 10 BPM down 2-3/8" tbg. ISIP 3400#, 5" SIP 3300#, 15" SIP 3100#. Total Load - 950 Bbls. Left well SION.
- 9-16-74 18 hr SIP 400#. Opened well on 20/64 ck. Pressure bled off to 0# rapidly. Started swbg, rec 40 BLW, FL 3700'. SD due to heavy rain. 910 BLWTR. SDON.
- 9-17-74 SITP 300#. Bled off press. Ran swb & found FL @ 300'. Swbd well down to seating nipple w/little fluid feed in. After 2 hrs, fluid started feeding in. Having trouble w/swb cups tearing up. At end of day FL 7500' making 20% oil. Swbd 85 BLW; 825 BLWTR. SION.
- 9-18-74 SITP 500#. Opened on 20/64 ck & flwd 15 B0 & died. Ran swb, found FL @ 6500'. Continued swbg, recovering 4 BF/hr, 10% wtr. Rec 55 BF - est 50 B0, 5 BLW. 820 BLWTR. SION.
- 9-19-74 SITP 650#. Opened well on 20/64 ck. Flwd 10 B0. Ran swb, found FL @ 5500'. Swbd & flwd 55 BF, 10% wtr. Fluid level went down to seating nipple. SD @ 5:00 PM due to heavy rain. Put well on 16/64 ck. Well flwd 35 BF over night. TP 0# & dead this AM.
- 9-20-74 Swbd 45 BF in 10 hrs, 95% oil, 5% load wtr. Fluid level 7000'± & scattered. Left well open on 16/64 ck. Flwd 30 BF to tank over night. TP 0#, gassing lightly.
- 9-21-74 Rel pkr. Pulled tbg & pkr. Went in hole w/tbg & tbg anchor. Tagged sd @ 9504'. SDON.
- 9-22-74 SD for wet weather. Prep to wash out sand fill.
- 9-23-74 SD for Sunday & wet weather.



9-24-74 RU pump truck & washed out sd fill up from 9504' to 9545'. Pulled up & set tbg @ 9519' as follows:

1 jt - 2-3/8", 4.7#, N-80, EUE 8 Rd	30.12'
Pump Seating Nipple - 1-25/32"	1.00'
2 jts - 2-3/8", 4.7#, N-80, EUE 8 Rd	61.20'
Guiberson TM Anchor-Catcher	2.50'
304 jts - 2-3/8", 4.7#, N-80, EUE 8 Rd	9401.82'
307 jts & equip.	9496.64'
Plus below RKB when set	+22.36'
Tubing set @	9519.00'
Minus	-31.12'
Pump Seating Nipple @	9487.88'
Minus	-63.70'
Tubing Anchor set @	9424.18'

Set tubing anchor w/54" stretch (18,000# tension). Hooked up well head. SD due to rain.

9-25-74 Swbd 250 Bbls wtr. SD for night.

9-26-74 Swbd 175 Bbls fluid, running 30% oil by end of day. FL 7500'. Prep to run rods & pump.

9-27-74 SITP 300#, SICP 300#. Swbd 135 BF, 10 hrs. At end of day, fluid was 80% oil, 20% load wtr. FL about 6500'. Good gas volume. Rods & pump arrived on location late. Will run rods & pump today.

9-28-74 Ran 2" X 1 1/2" pump on 7/8" & 3/4" rod string. Rel Select Well Service. WO pumping unit installation.

9-29-74 WO pumping unit installation.  
thru

10-1-74 WO pumping unit installation.

10-2-74 WO pumping unit installation - engine overhaul to be completed today.

10-3-74 WO pumping unit installation.  
thru

10-10-74

10-11-74 Set American 228-212-86 pump unit w/Fairbanks Morse AC 739 gas engine. Hooking up fuel gas system.

10-12-74 Hooked up well head. SITP 500#, SICP 1100#. Cracked valves on csg & tbg to bleed off pressure.

10-13-74 Flwd 180 B0, 20 BLW, 24 hrs. After 24 hrs, TP 0-50#, CP 60#, flwg oil by heads. Shut well in w/storage full.

10-14-74 Well shut in. Storage full. Unable to move oil due to wet weather.

10-15-74 Well shut in. Storage full. Unable to move oil due to wet weather.

10-16-74 Moved oil from test tank. Will re-open well today & start up pump unit.

10-17-74 Treating oil in test tank & moving today. Will start pump tomorrow.

10-18-74 Re-treating oil in test tank.

10-19-74 Re-treated oil. Will empty test tank today.

10-20-74 Emptied test tank. SITP 500#, SICP 900#. Cracked tbg & csg valves to bleed off pressure. Left well flwg.

10-21-74 Flwd 260 B0, 20 BLW, 24 hrs. TP 0 - 50#, CP 60#. Plan to start up pump unit today.

- 10-22-74 F: 110 B0, 10 BW, 18 hrs, valves cracked, TP 0 - 50#, CP 100#, flwg by heads. Shut well in. Storage full. Will have to treat oil.
- 10-23-74 SI - treating oil in test tank.
- 10-24-74 Unable to move oil from storage tank due to wet weather.
- 10-25-74 Moving oil today. Should be able to open up well this PM.
- 10-26-74 Moved oil & opened up well.
- 10-27-74 F: 280 B0, 20 BW, 24 hrs. TP 0 - 50#, CP 100#. No choke on well head, flwg through cracked valves.
- 10-28-74 SI - treating oil in test tank. Tank pad built, prep to set battery tanks & treater.
- 10-29-74 Re-treating oil in test tank. Setting tank battery and treater.
- 10-30-74 Building tank battery. Well SI.  
thru  
11- 2-74
- 11-3-74 F: 214 B0, 18 BW, 24 hrs. TP 0 - 50#, 24/64" ck.
- 11-4-74 Completing tank battery. No report on production.
- 11-5-74 F: 120 B0, 12 BW, 24 hrs, 24/64" ck. TP 0-50#, CP 250#. Battery completed. Started pumping @ 3:00 PM, 11-4-74.
- 11-6-74 P: 130 B0, 12 BW, 24 hrs.
- 11-7-74 P: 103 B0, 5 BW, 24 hrs.
- 11-8-74 P: 101 BOPD, 6 BWPD, 24 hrs.
- 11-9-74 P: 146 B0, 10 BW, 24 hrs, CP 300#.
- 11-10-74 P: 112 B0, 8 BW, 24 hrs, CP 350#.
- 11-11-74 P: 132 B0, 9 BW, 24 hrs, CP 400#.
- 11-12-74 P: 119 B0, no wtr, 24 hrs, CP 420#.
- 11-13-74 P: 130 B0, 1 BW, 24 hrs, CP 400#, 24/64" ck. Initial Potential: 11-11-74:  
P: 132 B0, 9 BW, 54.7 MCF, GOR 414. Oil gravity 35 API, TP 30#, CP 400#.  
Final Report.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN DUPLICATE

(See other instructions on reverse side)

Form approved  
Budget Bureau No. 42 H365.5.

5. LEASE DESIGNATION AND SERIAL NO.

NM 0245247

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

McElvain-Federal

9. WELL NO.

1

10. FIELD AND POOL, OR WILDCAT

Wildcat

11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA

Sec. 30, T-18-S, R-34-E

12. COUNTY OR PARISH

13. STATE

Lea New Mexico

14. PERMIT NO.

DATE ISSUED

5-17-74

1a. TYPE OF WELL:

OIL WELL  GAS WELL  DRY  Other \_\_\_\_\_

b. TYPE OF COMPLETION:

NEW WELL  WORK OVER  DEEP-EN  PLUG BACK  DIFF. RESVR.  Other \_\_\_\_\_

2. NAME OF OPERATOR

HILLIARD OIL & GAS, INC.

3. ADDRESS OF OPERATOR

906 Building of the Southwest, Midland, Texas 79701

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)\*

At surface 1980' FEL & 1980' FSL

At top prod. interval reported below random

At total depth random

15. DATE SPUDDED

6-1-74

16. DATE T.D. REACHED

8-22-74

17. DATE COMPL. (Ready to prod.)

10-27-74

18. ELEVATIONS (DF, RKB, RT, GR, ETC.)\*

GR 3903, RKB 3921

19. ELEV. CASINGHEAD

3903

20. TOTAL DEPTH, MD & TVD

14,075'

21. PLUG, BACK T.D., MD & TVD

9570'

22. IF MULTIPLE COMPL., HOW MANY\*

23. INTERVALS DRILLED BY

ROTARY TOOLS

CABLE TOOLS

10-14,075'

--

24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)\*

9498' - 9524' Bone Spring Sand

25. WAS DIRECTIONAL SURVEY MADE

No

26. TYPE ELECTRIC AND OTHER LOGS RUN

DLL, BHC-Sonic, FDC-CNL, MLL

27. WAS WELL CORED

No

28. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
13-3/8"	54.40#	355	17 1/2"	370 sx Class "C"	None
8-5/8"	24 & 32#	5115	11"	300 sx Hal Lite, 200 sx "C"	None

29. LINER RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)
4-1/2"	4870'	9649'	500	No

30. TUBING RECORD

SIZE	DEPTH SET (MD)	PACKER SET (MD)
2-3/8"	9515'	Anchor @ 9420'

31. PERFORATION RECORD (Interval, size and number)

9498-9512' (15 - 0.40" shots)

9518-9524 (7 - 0.40" shots)

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
9498-9524	3000 gal 7 1/2% acid Fraced w/30,000 gal gelled 2% KCL water & 31,500# Sd.

33. PRODUCTION

DATE FIRST PRODUCTION	PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump)	WELL STATUS (Producing or shut-in)					
10-27-74	Pumping - 2" X 1 1/2" Rod pump	Producing					
DATE OF TEST	HOURS TESTED	CHOKED SIZE	PROD'N. FOR TEST PERIOD	OIL—BBL.	GAS—MCF.	WATER—BBL.	GAS-OIL RATIO
11-11-74	24	Open	→	132	54.7	9	414
FLOW. TUBING PRESS.	CASING PRESSURE	CALCULATED 24-HOUR RATE	OIL—BBL.	GAS—MCF.	WATER—BBL.	OIL GRAVITY API (60°F.)	
	400#	→	132	54.7	9	35	

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)

fuel & vented

TEST WITNESSED BY

G. L. McCormick

35. LIST OF ATTACHMENTS

Logs, DST reports, Mud Log, Geological Report furnished under separate cover

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED

*David R. Ramsey*

TITLE

Mgr. of Operations

DATE

11-12-74

\*(See Instructions and Spaces for Additional Data on Reverse Side)

# INSTRUCTIONS

**General:** This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal agency or a State agency, or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office. See instructions on Items 22 and 24, and 33, below regarding separate reports for separate completions.

If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formation and pressure tests, and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments should be listed on this form, see Item 32.

**Item 4:** If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

**Item 18:** Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

**Items 22 and 24:** If this well is completed for separate production from more than one interval zone (multiple completion), so state in Item 22, and in Item 24 show the producing interval, or intervals, top(s), bottom(s) and name(s) (if any) for only the interval reported in Item 33. Submit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional data pertinent to such interval.

**Item 29:** "Sacks Cement". Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool.

**Item 33:** Submit a separate completion report on this well for each interval to be separately produced. (See instruction for Items 22 and 24 above.)

**37. SUMMARY OF POROUS ZONES:**  
 SHOW ALL IMPORTANT ZONES OF POROSITY AND CONTENTS THEREOF: CORED INTERVALS; AND ALL DRILL-STEM TESTS, INCLUDING DEPTH INTERVAL TESTED, CUSHION USED, TIME TOOL OPEN, FLOWING AND SHUT-IN PRESSURES, AND RECOVERIES

FORMATION	TOP	BOTTOM	DESCRIPTION, CONTENTS, ETC.	38. GEOLOGIC MARKERS	TOP	
					MEAS. DEPTH	FACE VERT. DEPTH
Bone Springs	9500'	9607'	DST #1 15" IF, 30" 1ST, 90" FH, 120" FSI. Rec. 2615' GIDP 10' Free oil, 170' GCDF. IHP 4174#, IFP 100-112#, IHP 3171#, FFP 125-138#, FSIP 3882#, FHP 4174#.	Anhydrite Top of Salt Base of Salt Yates San Andres Delaware Bone Spring Wolfcamp Strawn Atoka Miss. Lime	1697' 1900' 2950' 3200' 5064' 5678' 7611' 10446' 12240' 12479' 13124' 14027'	
MORROW	13130'	13286'	DST #2 30" IF, 120" ISI, 140" 2nd F, 80" 2nd SI, 120" FF, 220" FSI. GTS during ISI. Flowed gas, cond. & water. Sample Chamber - 3.97 cu ft gas, 200 cc cond., 520 cc water. IHP 7094#, IFP 1733-2434#, ISIP 6828#, 2nd FP 2623-2983#, 2nd SIP 6620#, FFP 1676-2434#, FSIP 6563#, FHP 7037#			
MORROW	13270'	13369'	DST #3 Mis-Run			
MORROW	13251'	13369'	DST #4 20" IF, 70" ISI, 60" FF, 120" FSI. Flowed gas at max. rate 17.5 MCF/D. Tools stuck. Rec 3000' WC, 210' GCDF. IHP 7176#, IFP 1494#, ISIP 5425#, FFP 1512#, FSIP 6658#, FHP 7176#.			



SURFACE INFORMATION			
Description (Rate of Flow)	Time	Pressure (P.S.I.G.)	Surface Choke
Opened Tool	0514	0	1/8"
VERY WEAK BLOW			
CLOSED FOR INITIAL SHUT-IN	0529	0	"
FINISHED SHUT-IN	0559	0	"
RE-OPENED TOOL	0600	0	"
VERY WEAK BLOW INCREASING TO GOOD BLOW			
OPENED ON 1" CHOKE	0635	0	1"
BLOW DIED	0640	0	"
CLOSED CHOKE	0640	0	CLOSED
BLOW INCREASED TO GOOD BLOW			
CLOSED FOR FINAL SHUT-IN	0730	0	"
FINISHED SHUT-IN	0930	0	"
PULLED PACKER LOOSE	0932	-	-

EQUIPMENT & HOLE DATA	
Type Test	M. F. E. OPEN HOLE
Formation Tested	PENNSYLVANIAN
Elevation	-
Net Productive Interval	-
Estimated Porosity	-
All Depths Measured From	KELLY BUSHING
Total Depth	9607
Main Hole/Casing Size	7 7/8"
Rat Hole/Liner Size	-
Drill Collar Length	600' I.D. 2.25"
Drill Pipe Length	8863' I.D. 3.8"
Packer Depth(s)	9494' & 9500

MULTI-FLOW EVALUATOR FLUID SAMPLE DATA	
Sampler Pressure	0 P.S.I.G. at Surface
Recovery: Cu. Ft. Gas	0
cc. Oil	980
cc. Water	920
cc. Mud	-
Tot. Liquid cc.	1900
Gravity	36.7° API @ 60 °F.
Gas/Oil Ratio	- cu. ft./bbl.

Cushion Type	Amount	Pressure	Bottom Choke Size
-	-	-	5/8"

	RESISTIVITY	CHLORIDE CONTENT
Recovery Water	2.1 @ 84 °F.	1700 ppm
Recovery Mud	- @ - °F.	-
Recovery Mud Filtrate	- @ - °F.	-
Mud Pit Sample	1.55 @ 78 °F.	-
Mud Pit Sample Filtrate	1.55 @ 78 °F.	1600 ppm

MUD DATA			
Mud Type	FRESH WATER	Wt.	8.4
Viscosity	28	Water Loss	-
Resist. of Mud	1.55 @ 78 °F.	of Filtrate	1.55 @ 78 °F.
Chloride Content	1600		PPM

RECOVERY DESCRIPTION	FEET	BARRELS	% OIL	% WATER	% OTHERS	API GRAVITY	RESISTIVITY	CHL. PPM
GAS	2615	-				@ °F.	@ °F.	
FREE OIL	10	0.05				36.7 @ 60 °F.	@ °F.	
DRILLING FLUID	170	0.83				@ °F.	@ °F.	
						@ °F.	@ °F.	
						@ °F.	@ °F.	
						@ °F.	@ °F.	
						@ °F.	@ °F.	

Remarks: \_\_\_\_\_

Address 906 BUILDING OF THE SOUTHWEST; MIDLAND, TEXAS 79701

Company HILLIARD OIL & GAS, INC. Field WILD CAT

Well MC ELVAIN-FEDERAL #1 Location SEC. 30-T18S-R34E

Test Interval 9500' TO 9607' Test # 1 Date 7-4-74

County LEA State NEW MEXICO Field Report No. 05545 C

Technician HART (HOBBS) Test Approved By MR. ELMER S. LYNN No. Reports Requested 20(9 x's)



HILLIARD OIL & GAS, INC

COST ESTIMATE & AUTHORITY FOR EXPENDITURE

Date 1-23-75

AFE. No. \_\_\_\_\_

Lease & Well No. UNION-STATE #1 Field or Area E-K Bone Spring  
 Location 660' FNL & 660 FWL, Sec. 32, T-18-S, R-34-E  
 County Lea State New Mexico Projected TD 9700'  
 Spud Date Requirement As soon as possible  
 Classification: Exploratory ( ) Development (X) Oil (X) Gas ( )

Justification: Drill development well to productive zone in McElvain-Federal #1.

Tangible Lease & Well Equip.	ESTIMATED GROSS COST			Remarks
	Drilling	Completion	Total	
1. Surface Casing	\$ 6,250	\$	\$ 6,250	350' - 13-3/8" 54.5# K-55
2. Intermediate Casing	47,000		47,000	5200' - 8-5/8" 24&32#, K-55
3. Production Casing		21,500	21,500	4800' - 4-1/2" Liner
4. Tubing		22,500	22,500	9600' - 2-3/8" 4.7#, N-80
5. Wellhead Equipment	2,500	2,500	5,000	Series 900
6. Artificial Lift Equip.		35,000	35,000	Beam unit w/gas engine
7. Flow Line		750	750	500' - 2" L.P.
8. Process & Storage Equip.		23,000	23,000	2 - 500's & Treater
9. Power Supply Equipment				Not included
10. Packers, Anchors, Misc.	250	2,750	3,000	Baker Model "R" & etc.
<b>Total Lease &amp; Well Equip.</b>	<b>\$ 56,000</b>	<b>\$108,000</b>	<b>\$164,000</b>	
<b>Intangibles</b>				
<b>MI, RU &amp; RD</b>				
1. a. Footage _____ ft @ _____	\$ 16,000	\$	\$ 16,000	
b. Daywork WDP <u>35</u> Day @ <u>3000</u>	105,000		105,000	
c. Daywork WODP _____ Day @ _____				
d. Service Rig		6,000	6,000	10 days @ \$600/Day
e. Fuel & Water	5,000	500	5,500	
f. Mud & Chemicals	7,500		7,500	
2. a. Supervision	3,000	2,000	5,000	Includes overhead
b. Geol. and/or Anal.	2,000		2,000	
c. Well Surveys	7,200	1,500	8,700	DIL, FDC-CNL, CBL
d. Drill Stem Tests	1,400		1,400	1 DST
e. Coring Equipment	1,000		1,000	1 50' Core
3. a. Cement & Service	5,000	3,200	8,200	
b. Floating Equipment	500	5,500	6,000	Includes liner hanger
c. Welding	250	250	500	
4. a. Perforating		1,200	1,200	
b. Fracturing & Service		12,000	12,000	30,000 gal 2% KCL
c. Acidizing & Service		2,500	2,500	3000 gal Morrow Flow
5. a. Location & Roads	8,500	2,000	10,500	
b. Transp. & Freight	500	2,000	2,500	
c. Roustabout Labor	300	2,500	2,800	Fence plt, set prod. equip
6. a. Bits & Rental Tools	25,000	2,000	27,000	
b. Miscellaneous	5,850	3,850	9,700	
<b>Total Intangibles</b>	<b>\$194,000</b>	<b>\$ 47,000</b>	<b>\$241,000</b>	
<b>TOTAL</b>	<b>\$250,000</b>	<b>\$155,000</b>	<b>\$405,000</b>	

Grand Total \$405,000

H.O.G., Inc. 50 % \$ 202,500

Others 50 % \$ 202,500

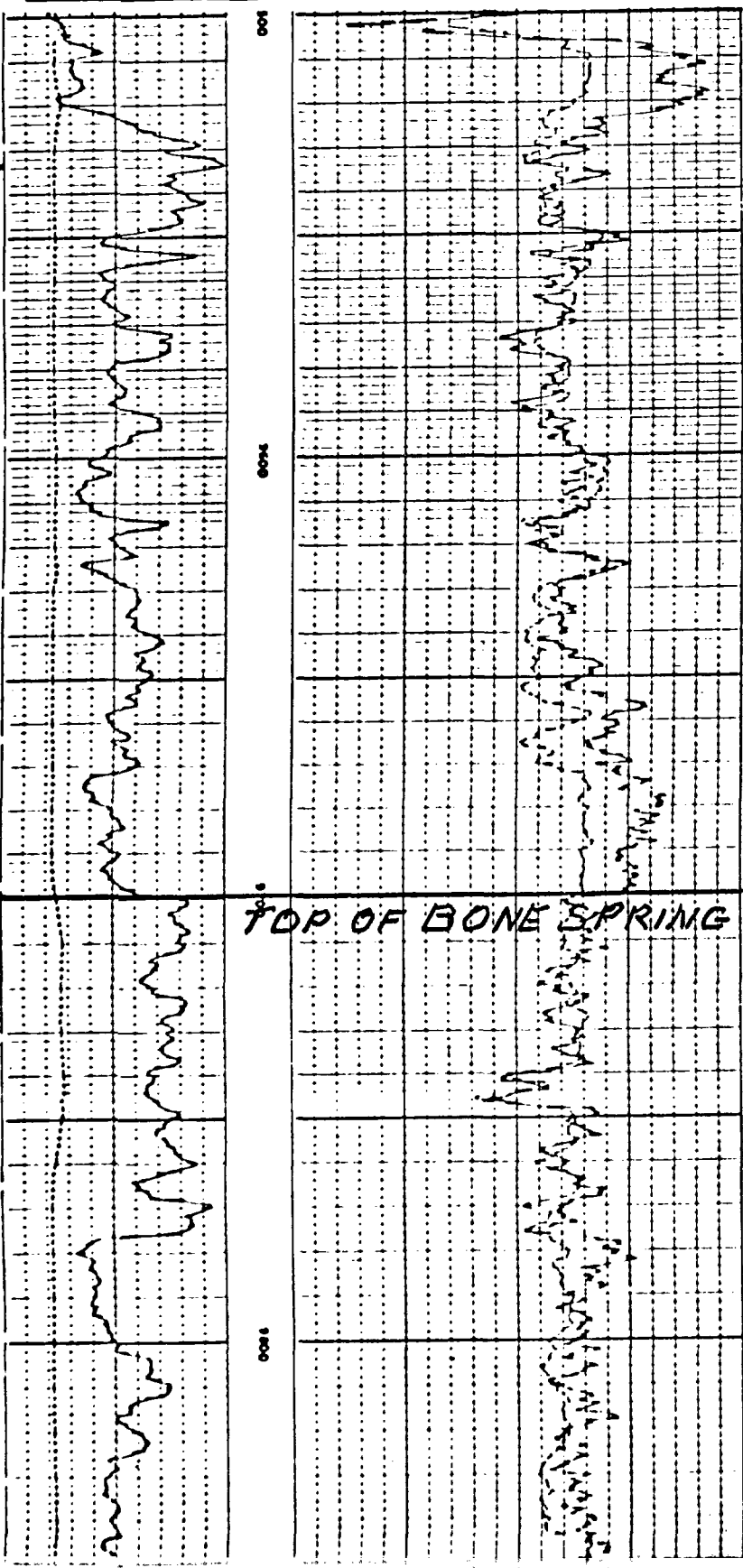
Prepared by: Darol K. Ramey  
 Darol K. Ramey

(Proposed Procedure & Details on reverse side)

APPROVALS	
H.O.G., Inc.	Date
_____	_____
_____	_____
Others	Date
_____	_____
_____	_____

COMPENSATED NEUTRON  
FORMATION DENSITY - COMPENSATED

COMPANY UNION OIL COMPANY OF CALIFORNIA	
WELL PIPELINE STATE WELL #1	
FIELD LA RICA HORNOW	
COUNTY LLA STATE NEW MEXICO	
FORMATION 1900' ESL & 1900' FWL	Other Services DLL
Log No. 33 Date 12-5-54	
Log Interval 18.5' Above Perm. Datum	Log No. 3376.5 of 3376 G.I. 3358
2-20-74 1 (CML-FDC) 13604	3-8-74 2 (CML) 13600
13604	13586
13541	13583
13540	13540
0	13540
8 5/8" 520#	5 1/2" 13600
5278	
7 7/8	7 7/8
DRISPAC	WATER
FULL	FULL
10.3 35	
9.0 7.6	
CINC	
.050 71	
.047 71	
M	
.023 166	
6 HOURS	
166	166
3721 HOBBS	5615 PB-CH (HOBBS)
FREEMAN	DMITON
HARKINS	WELLS



LOG ANALYSIS

TOP OF BONE SPRING SAND PAY 9700 (-5723)

- 9725-9729 φ 6% Sw 52%
- 9740-9743 φ 10.5% Sw 59%
- 9745-9747 φ 13% Sw 67%
- 9756-9759 φ 7% Sw 54%

No TEST



SULPHUR COUNTY  
DICKENS SCHOOL LAND

WHEELER COUNTY  
SCHOOL LAND

RUSK COUNTY  
SCHOOL LAND

R. E. MONTGOMERY  
BLK. A

OLLOWAY  
BLK.

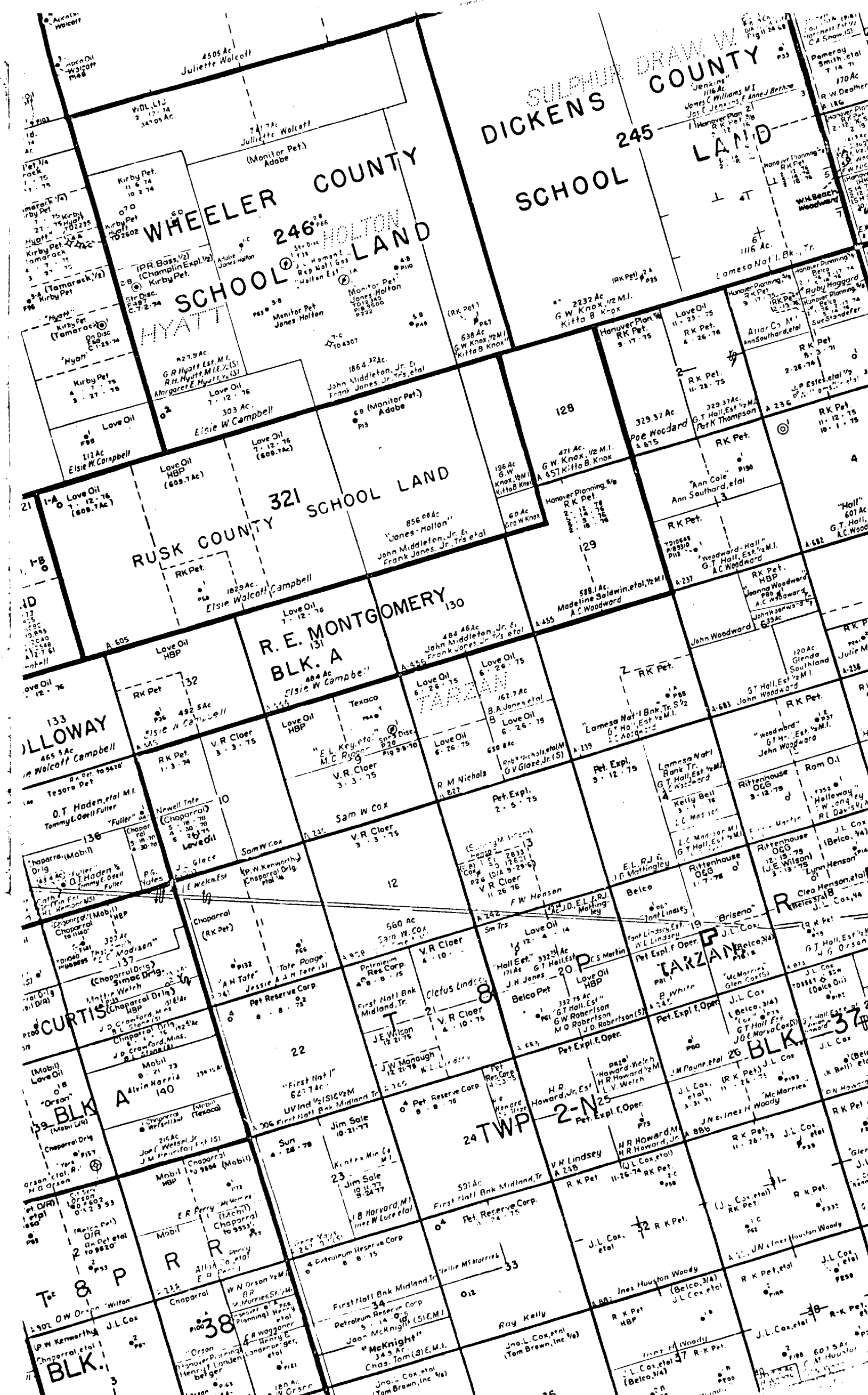
CURTIS  
BLK. A

TARZAN  
BLK.

BLK.

24 TWP 2-N25

MARTIN CO. TX. - 160 Ac. SPACING



WELL PERFORMANCE DATA

McElvain-Federal #1  
EK Bone Spring Field  
Lea County, New Mexico

<u>Nov. 74</u>	<u>Prod.</u>	<u>Dec. 74</u>	<u>Prod.</u>	<u>Jan. 75</u>	<u>Prod.</u>	<u>Feb. 75</u>	<u>Prod.</u>
<u>Day</u>	<u>Bbls. Oil</u>	<u>Day</u>	<u>Bbls. Oil</u>	<u>Day</u>	<u>Bbls. Oil</u>	<u>Day</u>	<u>Bbls Oil</u>
2	74	1	99	1	87	1	105
3	214	2	133	2	99	2	110
4	124	3	93	3	93	3	110
5	103	4	140	4	85	4	102
6	115	5	89	5	65	5	98
7	102	6	110	6	97	6	98
8	146	7	105	7	85	7	102
9	132	8	104	8	98	8	113
10	112	9	104	9	99	9	112
11	118	10	107	10	99	10	110
12	130	11	111	11	22		
13	121	12	114	12	133		
14	107	13	113	13	104		
15	109	14	107	14	57		
16	110	15	108	15	116		
17	118	16	110	16	116		
18	111	17	109	17	118		
19	117	18	104	18	105		
20	121	19	105	19	107		
21	106	21	102	20	101		
22	110	21	94	21	99		
23	115	22	104	22	86		
24	110	23	97	23	93		
25	112	24	99	24	91		
26	121	25	89	25	101		
27	109	26	99	26	104		
28	110	27	94	27	105		
29	115	28	94	28	107		
30	108	29	98	29	112		
		30	99	30	98		
		31	97	31	99		

RESERVE ESTIMATE

McElvain-Federal #1  
EK Bone Spring Field  
Lea County, New Mexico

Pressure history is not available at this time and production history is too short to use for reserve estimation. Therefore a volumetric calculation of reserves is all that is available at this time.

It is assumed that the reservoir energy is primarily solution gas. Gas Oil Ratio is measured at approximately 500/1. Other estimates are made from log data.

$$OIP = \frac{7758 (\phi) (1-S_w)}{B}$$

Where: OIP = Stock Tank Oil in place B/ac. ft.  
 $\phi$  = 13% from log data  
Sw = 50% from log data  
B = 1.4 estimated

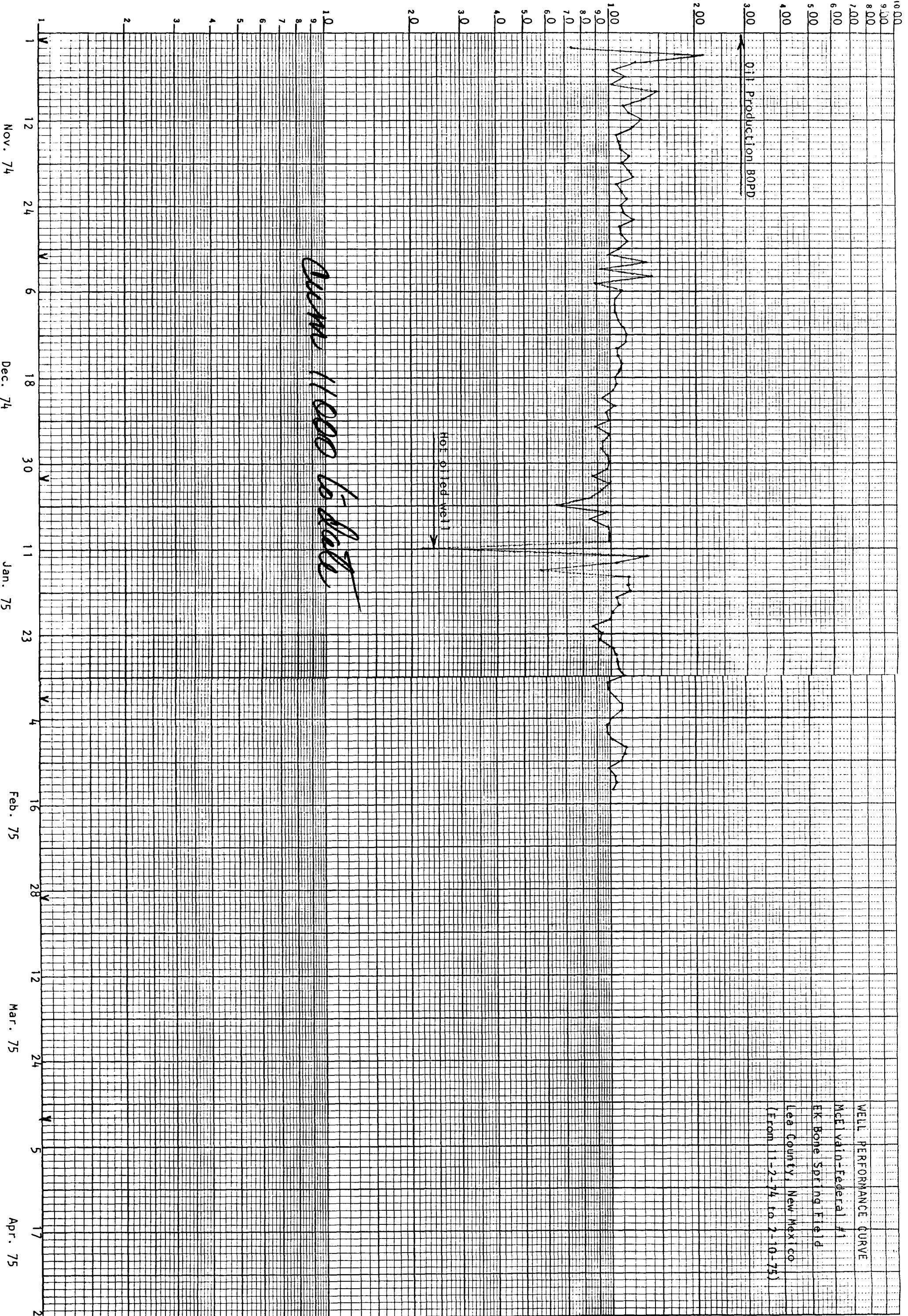
$$OIP = \frac{7758 (.13) (.50)}{1.4} = 360 \text{ B/ac. ft.}$$

Recovery Factor (Solution Gas Drive) - 20% Estimate

Recoverable Oil in place -  $360 \times 20 = 72 \text{ B/ac. ft.}$

Pay thickness - 20 ft. - based on log data

Reserves per 80 ac. -  $72 \text{ B/ac. ft.} \times 20 \text{ ft.} \times 80 \text{ ac.} = \underline{\underline{115,200 \text{ Bbls.}}}$



*Cumulative 11000 to date*

HOE drilled well

Oil Production BOPD

WELL PERFORMANCE CURVE  
 ME1 vain-Federal #1  
 EK Bone Spring Field  
 Lea County, New Mexico  
 (From 11-2-74 to 2-10-75)