Form 3150-5 (August 1999)

Oil Cons. N.M. DIV-Dist. 2 **UNITED STATES** DEPARTMENT OF THE INTERIOR

FORM APPROVED 0

DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT 1301 W. Grand Avenue

Expires No.

Artesia NM 882 10 Lease Serial No.

| OMB No. 1004-0135 |
|--------------------------|
| Expires November 30, 200 |
| |

| SUND | NMNM106832X | | | | |
|---|---|---|---|---|-----------|
| Do not use t abandoned w | 6. If Indian, Allottee or Tribe Name | | | | |
| SUBMIT IN TI | 7. If Unit or CA/Agreement, Name and/or No. NMNM106832X | | | | |
| Oil Well Gas Well | West High Lonesome Unit | | | | |
| 2. Name of Operator | 7528272 | 8. Well Name and No. WHLPSU | | | |
| BEACH EXPLORATION. | INC | 1000 | 1000 | | |
| 3a. Address | | 3b. Phone Nov (include | | 9. API Well No. | . ~ ~ |
| 800 N. MARIENFELD, STI | E 200, MIDLAND TX | 015 602 6326 | $\cdot \circ \circ$ | 30-015 261 | 23 |
| 4. Location of Well (Footage, Sec | C. T. R. M. or Survey Description | 713-063-0420 | JUN 2003 | 10. Field and Pool, or Exploratory Are | А |
| | C-16-S, R-29-E | , in | DECENEULA | High Lonesome Oueen | |
| 3300000 | HIM 2000 RECEIVED CD - ARTESIA | 1/1. County or Parish, State | | | |
| | | √_ 0' | W | Eddy County, New Mexico | |
| 12. CHECK AI | PPROPRIATE BOX(ES) TO | O INDICATE NATUR | F OF NOTICE PE | PORT, OR OTHER DATA | |
| TYPE OF SUBMISSION | | | | FORT, OR OTHER DATA | |
| TITE OF BODINISSION | | · · - · · · - · · · · · · · · · · · · · | PE OF ACTION | | |
| Notice of Intent | Acidize | Deepen Deepen | Production (Start/I | Resume) Water Shut-Off | |
| Notice of Intent | Alter Casing | ☐ Fracture Treat | ☐ Reclamation | Well Integrity | |
| Subsequent Report | Casing Repair | New Construction | Recomplete | Other | |
| | Change Plans | Plug and Abandon | Temporarily Aban | | |
| — Final Abandonment Notice | Convert to Injection | Plug Back | Water Disposal | | |
| Affach the Rond under which at | he work will be performed or provolved operations. If the operation mal Abandon ment Notices shall be | -7, Brit Sanda Lando Housellott | and moasured and time | proposed work and approximate duratic vertical depths of all pertinent markers a d subsequent reports shall be filed with a new interval, a Form 3160-4 shall be ation, have been completed, and the op | and zones |
| 5/21/02 Treated down 2 3/8" x | 4 1/2" annulus w/250gal xv | lene | | | |
| /22/02 Stacked rods out. Load RIH w/bit and scraper. NEFE acid. Well on v. /23/02 RIH w/4 1/2" PC AD-1 @ 1581.82'. Loaded b backside. Tested OK. 1 | led and press tested tbg to 2: Clean out to 1690'. POOH acuum. POOH. Laying dow 1 packer, PC seating nipple, ackside of packer w/25bbls; RD | 500psi. Layed down ro I. RIH w/tbg and pkr. on tbg. Sent tbg to Rice 50 jts 2 3/8" J-55 Duo packer fluid, set packe | Set pkr, acidized w/ Engineering for Du 10-10 lined tbg. Botto er w/26 pts, pressure | 300gal 15% 10-10 lining. | |
| /26/02 OCD conducted injecti | on well integrity test. Well | passed (chart at OCD | in Artesia) | | |
| | | | • • | | |
| | Section 1 | | | See attached pages 2 & 3 | |
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| | - ma | | | | |
| | | | | | |
| 14. I hereby certify that the foregoing | o is true and correct | | | TOP DECORD | ٦ |
| Name (Printed/Typed) | 2 The and Correct | î, | AC | CEPTED FOR RECORD | T |

Lizbeth Lodle Engin. Analyst Title JUN 2 4 2003 Signaturé Date June 13, 2003 THIS SPACE FOR FEDERAL OR STATE OFFICE USE LES BABYAK
PETROLEUM ENGINEER Approved by Title Conditions of approval, it my, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Date Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false rectitious or fraudulent statements or representations as to any matter within its jurisdiction.

WHLPSU 3

5/21/02 Treated down 2 3/8" x 4 1/2" annulus w/250gal xylene

5/24/02 Stacked rods out. Loaded and press tested the to 2500psi. Layed down rods and pump. POOH w/the RIH w/bit and scraper. Clean out to 1784'. POOH. RIH w/the and pkr. Set pkr, acidized w/300gal 15% NEFE acid. Well on vacuum. POOH. Laying down the Sent the to Rice Engineering for Duo-10 lining.

7/22/02 RIH w/4 1/2" PC AD-1 packer, PC seating nipple, 52 jts 2 3/8" J-55 Duo-10 lined tbg. Bottom of packer @ 1643.84'. Loaded backside of packer w/22bbls packer fluid, set packer w/24 pts, pressure tested backside. Tested OK. RD

7/26/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)

WHLPSU 5

5/21/02 Treated down 2 3/8" x 4 1/2" annulus w/250gal xylene

5/24/02 Stacked rods out. Loaded and press tested tbg to 2500psi. Layed down rods and pump. Tbg stuck.

5/28/02 Ran free-point. Tbg free at 1790' (PBTD 1840', bottom perf 1764'). Chem cut tbg at 1788' RIH w/bit and scraper. Clean out to 1788'. POOH. RIH w/tbg and pkr. Set pkr, acidized w/300gal 15% NEFE acid. Well on vacuum. POOH. Laying down tbg. Sent tbg to Rice Engineering for Duo-10 lining.

7/19/02 RIH w/4 1/2" PC AD-1 packer, PC seating nipple, 54 jts 2 3/8" J-55 Duo-10 lined tbg. Bottom of packer @ 1649.20'. Loaded backside of packer w/22bbls packer fluid, set packer w/24 pts, pressure tested backside. Tested OK. RD

7/26/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)

WHLPSU 7

5/21/02 Treated down 2 3/8" x 5 1/2" annulus w/250gal xylene

5/22/02 Stacked rods out. Loaded and press tested tbg to 2500psi. Layed down rods and pump. POOH w/tbg RIH w/bit and scraper. Clean out to 1660'. POOH. RIH w/tbg and pkr. Set pkr, acidized w/300gal 15% NEFE acid. Well on vacuum. POOH. Laying down tbg. Sent tbg to Rice Engineering for Duo-10 lining.

7/22/02 RIH w/5 1/2" 17-20# PC AD-1 pkr, PC seating nipple, 48 jts 2 3/8" J-55 Duo-10 lined tbg. Bottom of pkr @ 1505.54'. Loaded backside of packer w/40bbls packer fluid, set packer w/28 pts, pressure tested backside. Tested OK. RD

7/26/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)

WHLPSU 13

5/21/02 Treated down 2 3/8" x 7" annulus w/250gal xylene

5/24/02 Stacked rods out. Loaded and press tested tbg to 2500psi. Pump stuck. Layed down rods.

5/28/02 POOH w/tbg. RIH w/bit and scraper. Clean out to 1760'. POOH. RIH w/tbg and pkr. Set pkr, acidized w/300gal 15% NEFE acid. Well on vacuum. POOH. Laid down tbg. Sent tbg to Rice Eng for Duo-10 lining

7/15/02 RIH w/7" PC AD-1 packer, PC seating nipple, 49 jts 2 3/8" J-55 Duo-10 lined tbg. Bottom of packer @ 1538.64'. Loaded backside of packer w/65bbls packer fluid, set packer, pressure tested backside Tested OK. RD

7/25/02 OCD conducted injection well integrity test. Well did not pass. Shallow csg leak.

8/9/02 RU Re-Entry People release pkr. POOH w/tbg. Dumped and washed 38.1 cuft of masonary sand down csg. Welded 8 5/8" csg to 7" csg. Cut 7" csg off and welded 7" 8rd nipple to 7" csg. SDFN

8/12/02 RIH w/tbg, tagged sand @ 1675', washed sand to 1760'. Circulated 1/2 hr. POOH; RIH w/55 jts 5 1/2"
15.5# LT & C D &T csg set csg @ 1757'. Insert Float @ 1725'. Weld on 5 1/2" x 7" bell nipple. RU FCI, mixed and pumped 135 sxs C neat cmt w/2% CaCl. Displaced w/42 bbls of water, bumped plug at 5:51 pm w/620 psi. Cement circulated to surface. SI SDFN.

8/13/02 RIH w/4 3/4" bit. Drld insert float at 1725'. Drld cmt 1725' to 1760'. Wahed sand from 1760' to 1805'. Drld hard fill from 1805 to 1815'. Circ hole 3/4 hr. POOH. RIH w/5 1/2" PC AD-1 packer, PC SN, and 54 jts of 2 3/8" J55 4.7# Duo-10 lined tbg. Bot of packer at 1689'. Pumped 38 bbl packer fluid down annulus. Set packer w/28 pts. Test backside to 500 psi. OK. Test pumped down injection tbg at 2 BPM (2880 BWPD) at 700psi. SI RD.

8/27/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)

WHLPSU 14

5/21/02 Treated down 2 3/8" x 4 1/2" annulus w/250gal xylene

5/22/02 Loaded and press tested the to 2500psi. POOH w/the. RIH w/bit and scraper. Clean out to 1760'. POOH. RIH w/the and pkr. Set pkr, acidized w/300gal 15% NEFE acid. Well on vacuum. POOH. Laying down the Sent the to Rice Engineering for Duo-10 lining.

7/19/02 RIH w/4 1/2" PC AD-1 packer, PC seating nipple, 53 jts 2 3/8" J-55 Duo-10 lined tbg. Bottom of packer @ 1649.20'. Loaded backside of packer w/22bbls packer fluid, set packer w/18 pts, pressure tested backside. Tested OK. RD

7/26/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)

WHLPSU 15

5/21/02 Treated down 2 3/8" x 4 1/2" annulus w/250gal xylene

5/23/02 Stacked rods out. Loaded and press tested tbg to 2500psi. Layed down rods and pump. POOH w/tbg RIH w/bit and scraper. Clean out to 1798'. POOH. RIH w/tbg and pkr. Set pkr, acidized w/300gal 15% NEFE acid. Well on vacuum. POOH. Laying down tbg. Sent tbg to Rice Engineering for Duo-10 lining.

7/18/02 RIH w/4 1/2" PC AD-1 packer, PC seating nipple, 53 jts 2 3/8" J-55 Duo-10 lined tbg. Bottom of packer @ 1648.44'. Loaded backside of packer w/22bbls packer fluid, set packer w/18 pts, pressure tested backside. Tested OK. RD

7/26/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)

WHLPSU 17

5/21/02 Treated down 2 3/8" x 5 1/2" annulus w/250gal xylene

5/24/02 Stacked rods out. Loaded and press tested tbg to 2500psi. Layed down rods and pump. POOH w/tbg
RIH w/bit and scraper. Clean out to 1761'. POOH. RIH w/tbg and pkr. Set pkr, acidized w/300gal 15%
NEFE acid. Well on vacuum. POOH. Laying down tbg. Sent tbg to Rice Engineering for Duo-10 lining.

7/17/02 RIH w/5 1/2" PC AD-1 packer, PC seating nipple, 52 jts 2 3/8" J-55 Duo-10 lined tbg. Bottom of packer @ 1636.33'. Loaded backside of packer w/36bbls packer fluid, set packer w/26 pts, pressure tested backside. Tested OK. RD

7/26/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)

WHLPSU 21

5/21/02 Treated down 2 3/8" x 4 1/2" annulus w/250gal xylene

5/23/02 Stacked rods out. Loaded and press tested tbg to 2500psi. Layed down rods and pump. POOH w/tbg RIH w/bit and scraper. Clean out to 1825'. POOH. RIH w/tbg and pkr. Set pkr, acidized w/300gal 15% NEFE acid. Well on vacuum. POOH. Laying down tbg. Sent tbg to Rice Engineering for Duo-10 lining.

7/17/02 RIH w/4 1/2" PC AD-1 packer, PC seating nipple, 53 jts 2 3/8" J-55 Duo-10 lined tbg. Bottom of packer @ 1704.01'. Loaded backside of packer w/18bbls packer fluid, set packer w/24 pts, pressure tested backside. Tested OK. RD

7/26/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)

WHLPSU 23

5/21/02 Treated down 2 3/8" x 7" annulus w/250gal xylene

5/24/02 Stacked rods out. Loaded and press tested the to 2500psi. Layed down rods and pump. POOH w/thg
RIH w/bit and scraper. Clean out to 1548'. POOH. RIH w/the and pkr. Set pkr, acidized w/300gal 15%
NEFE acid. Well on vacuum. POOH. Laying down the Sent the to Rice Engineering for Duo-10 lining.

7/16/02 RIH w/7" PC AD-1 packer, PC seating nipple, 49 jts 2 3/8" J-55 Duo-10 lined tbg. Backside would not load. Isolated 7" csg leak between 258' and 320'. POOH. Laid down PC tbg. RD

8/5/02 RU Re-Entry People. Dumped 51.2 cubic ft mortar sand, break off old wellhead. Weld 7" 8rd nipple to 7" csg collar above clamp.

8/6/02 Installed Figure 92 7" csg head. RIH w/57 jts tbg, tagged sand @ 1789'. Dumped 146 cubic ft in well. Tagged sand @ 1695'. POOH. Fluid now standing 225' from surface. Dumped 32 cubic ft. sand in well. Total sand in well 230 cubic ft. SDFN

8/7/02 RIH w/44 jts 5 1/2" 17# J-55 LT&C D&T csg set @ 1691'. Insert float @ 1648'. RU FCI Cementers. Pumped 125 sx C neat w/ 2% CaCl. Dropped plug and displaced w/40 bbls fresh water. Bumped plug w/620 psi. Had circ during entire job. Cmt circulated to surface. SI SDFN

8/8/02 RIH w/ 4 3/4" bit and tbg. Drld float at 1650'. Drld cmt to 1695' and into sand. Circ sand out to 1821'. Circ for 3 hrs. POOH laying down tbg. RIH w/ 5 1/2" PC AD-1 packer, PC SN, and 52 jts of 2 3/8" J55 Duo-10 lined tbg. Bot of packer at 1640.25'. SI SDFN

8/9/02 Pumped 36 bbl pkr fluid down annulus. Set packer w/26 pts. Press up on backside - OK. RU to tbg and test pumped 1 BPM at 600 psi (1440 BWPD) SI RD

8/27/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)

WHLPSU 25

5/21/02 Treated down 2 3/8" x 5 1/2" annulus w/250gal xylene

5/23/02 Stacked rods out. Loaded and press tested tbg to 2500psi. Layed down rods and pump. POOH w/tbg RIH w/bit and scraper. Clean out to 1832'. POOH. RIH w/tbg and pkr. Set pkr, acidized w/300gal 15% NEFE acid. Well on vacuum. POOH. Laying down tbg. Sent tbg to Rice Engineering for Duo-10 lining.

7/18/02 RIH w/5 1/2" PC AD-1 packer, PC seating nipple, 54 jts 2 3/8" J-55 Duo-10 lined tbg. Bottom of packer @ 1713.78'. Loaded backside of packer w/36bbls packer fluid, set packer w/24 pts, pressure tested backside. Tested OK. RD

7/26/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)

WHLPSU 27

5/21/02 Treated down 2 3/8" x 5 1/2" annulus w/250gal xylene

5/23/02 Stacked rods out. Loaded and press tested the to 2500psi. Layed down rods and pump. POOH w/tbg
RIH w/bit and scraper. Clean out to 1816'. POOH. RIH w/tbg and pkr. Set pkr, acidized w/300gal 15%
NEFE acid. Well on vacuum. POOH. Laying down the Sent the to Rice Engineering for Duo-10 lining.
7/17/02 RIH w/5 1/2" PC AD-1 packer, PC seating nipple, 53 jts 2 3/8" J-55 Duo-10 lined the Bottom of packer

7/17/02 RIH w/5 1/2" PC AD-1 packer, PC seating nipple, 53 jts 2 3/8" J-55 Duo-10 lined tbg. Bottom of packer @ 1712.66'. Loaded backside of packer w/packer fluid, attempted to pressure test backside; well head rubbers not sealing. Will replace Thursday & test. RD

7/18/02 Unflange wellhead, install new pack-off plate & rubber. Flanged up wellhead. Test backside. Tested Ok 7/26/02 OCD conducted injection well integrity test. Well passed (chart at OCD in Artesia)