Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD	Artesia

FORM APPROVED OMB No. 1004-0137 Expires July 31, 2010

5 Lease Serial No. SRM 1144 NM0475051

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.			6 If Indian, Allo	6 If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE – Other instructions on page 2.			7 If Unit of CA NMNM71970	7 If Unit of CA/Agreement, Name and/or No	
1 Type of Well			8. Well Name ar	8. Well Name and No PENNZOIL 9 FEDERAL COM #2	
2 Name of Operator WADI PETROLEUM, INC			9 API Well No 30-015-24202	9 API Well No 30-015-24202	
3a. Address C/O DEWBRE PETROLEUM 302 N CARANCAHUA, SUITE1800, CORPUS CHRISTI, TX 78401 361-888-7978			1	10 Field and Pool or Exploratory Area WHITE CITY; PENN	
4 Location of Well (Footage, Sec., T,R.,M, or Survey Description) 4-9-24S-26E, 1725 FSL, 1650 FWL				11 Country or Parish, State EDDY COUNTY, NM	
12 CHEC	K THE APPROPRIATE BO	X(ES) TO INDICATE NATURE O	F NOTICE, REPORT OR	OTHER DATA	
TYPE OF SUBMISSION		TYPE	OF ACTION	<u> </u>	
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production (Start/Result	me)	
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Recomplete Temporarily Abandon	Other OLLAR TOBING	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		
following completion of the involv	ed operations If the operation Abandonment Notices must be final inspection.)	Accepted for NMOC	r recompletion in a new in nicluding reclamation, hav	RECEIVED DEC 2 9 2011 NMOCD ARTESIA	
EDUARDO A. RIDDLE		Title AGENT	•		
Signature Eduardo	a. Redde	Date 09/01/2011		APPROVED	
	THIS SPACE I	FOR FEDERAL OR STAT	E OFFICE USE		
Approved by Conditions of approval, if any, are attached	Approval of this notice does	Title		DEC 27 2011 Daids/ Chris Walls	
onditions of approval, it any, are attached not the applicant holds legal or equitable to nittle the applicant to conduct operations to	tle to those rights in the subjec			BUREAU OF LAND MANAGEMENT CARLSBAD FIELD 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, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

WORKOVER (ACID/FRAC) PROCEDURE

CURRENT STATUS AS OF:

10/3/10

ELEVATION:

20.0' RKB

WELLHEAD:

7 1/16" 5M flanged

TREE:

2 9/16" 5M flanged tree Dual master, dual wing

SURFACE CASING:

13 3/8" 48 #/ft H40 set @ 455'

INTERMEDIATE CASING:

8 5/8" 24 & 28 #/ft S80 & J55 @ 5482'

PRODUCTION CASING:

5 1/2" 17 #/ft LTC S95 set @ 11,742'

TUBING:

2 7/8" 6.5 #/ft N80 8rd EUE

On/Off tool w/2.31" F profile @ 11,203'

PACKER:

5 1/2" Baker Lokset @ 11,198'

PERFORATIONS:

23 holes, 1 shot each @

11559', 11556', 11497', 11494', 11491', 11488', 11438', 11435', 11432', 11429', 11426', 11423', 11398', 11396', 11382', 11377', 11372', 11368', 11364',

11360', 11356', 11348'

PBTD:

11,658'

TD:

11,750'

CAPACITIES:

2 7/8" tbg - 0.00579 bbls/ft 2 3/8" tbg - 0.00387 bbls/ft $5 \frac{1}{2}"$ csg - 0.0232 bbls/ft

COMMENTS:

End of tbg obstructed with capillary string section stuck @ 11,174' by slick line

measurement

- 1. Hold safety meeting, discuss scope of project. Locate and test rig anchors.
- 2. MIRU workover rig, pump and tank. Hold safety meeting, discuss scope of project.
- 3. ND tree, NU BOP. Have packer service hand deliver replacement packer & on-off tool and to assist in releasing packer. Release packer, monitor well for flow. Dump 7% KCl wtr or Morrow field salt water in csg/tbg as needed to control gas flow.
- 4. POOH. LD on-off tool and packer.
- 5. RIH w/redressed packer and on-off tool on 2 7/8" tbg. Hydro-test tbg to 10,000 psi. If failure rate excessive, discontinue hydro-test, and replace tbg string with new 2 3/8" 4.7 ppf L80 8rd EUE tbg. Circ packer fluid and set packer at approx 11,200' leaving 12,000 lbs wt on packer.
- "6- ND BOP, NU redressed tree. Test csg/tbg annulus to 2000 psi. RDMO workover rig, pump and tank.
 - 7. Install tree saver. RU BJ Services, perform Morrow Acid Stimulation with nitrogen assist and ball diverters.
 - 8. Flow back well. When nitrogen level drops, return gas to sales.