Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR NOV 0 5 2008

FORM APPROVED OMB NO. 1004-0137 Expires March 31, 2007

BUREAU OF I	LAND MANAGEME	NT A	P 4 D 2	5. Lease Seria	al No.	
SUNDRY NOTICES AND REPORTS ON WELLS					43B	
Do not use this form for proposals to drill or to re-enter an					6. If Indian, Allottee or Tribe Name	
abandoned well. Use For	n 3160-3 (APD) foi	r such proposals.				
SUBMIT IN TRIPLICATE -	Other instructions	on reverse side		7. If Unit or C NM 70948B	CA/Agreement, Name and/or No	
1. Type of Well	_			0 111 1137	137	
X Oil Well Gas Well Other		····		8. Well Name Eunice Mor		
2. Name of Operator XTO Energy Inc.	South Unit B					
3a. Address		3b. Phone No. (include are	ea code)	9. API Well No. 30-025-04303		
200 N. Loraine, Ste. 800 Midland,		432-620-6740		10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec., T., R., M., or Survey)		+		Eunice Monument: Grayburg-		
Unit Ltr. N, Section 23, T-20S, R-3 660' FSL & 1980' FWL, Lea County, N					r Parish, State	
000 13L & 1900 TWE, Lea County, N	ri			Lea	NM	
12. CHECK APPROPRIATE	BOX(ES) TO INC	DICATE NATURE OF N	NOTICE, REPO	ORT, OR OT	HER DATA	
TYPE OF SUBMISSION		TYF	E OF ACTION			
X Notice of Intent	Acidize	Deepen	Production	(Start/Resume)	Water Shut-Off	
X Notice of Intelli		Fracture Treat	Reclamation	•	Well Integrity	
Subsequent Report	Alter Casing		금			
	Casing Repair	New Construction	Recomplete			
Final Abandonment Notice	Change Plans	Plug and Abandon	Temporarily		Stimulate Queen/	
	Convert to Injection	on Plug Back	Water Disp	osal	Penrose GR-SH	
13. Describe Proposed or Completed Operation (clearly If the proposal is to deepen directionally or recomp Attach the Bond under which the work will be per following completion of the involved operations. I testing has been completed. Final Abandonment I determined that the final site is ready for final inspec	lete horizontally, give so formed or provide the lift f the operation results in Notices shall be filed on	ubsurface locations and meas Bond No. on file with BLM/ n a multiple completion or re	ured and true ver BIA. Required su completion in a n	tical depths of a ubsequent report ew interval, a F	all pertinent markers and zones. rts shall be filed within 30 days Form 3160-4 shall be filed once	
See Attached for Procedure.	•			,	1	
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* At completion submi	t SK an	d 3160-4.				
14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Kristy Ward		Title Regulat	tory Analyst			
Krist Ward		Date 08/07/08				
THIS	SPACE FOR FED	ERAL OR STATE OFF	ICE USE			
Approved by		Title	,	D	ate	
Conditions of approval, if any, are attached. Approval of						
certify that the applicant holds legal or equitable title to	mose ngms m me subj	CUL ICUSC	-			



EMSUB #919 Queen/Penrose Plug Back & Stimulation Procedure LEA COUNTY, NEW MEXICO August 7, 2008

ELEVATION:

TD - 4,130

GL - 3,571

KB - 3,581

WELL DATA:

Current Status:

Down-HIT

Last Well Test - 5/23/08: 2 bopd / 254 bwpd / 7 mcfpd

Surface Casing:

8-5/8". Set at 329'. Cmnt'd w/200 sx. Circulated.

Prod. Casing:

5-1/2" 14# set at 3,879'. Cmnt'd w/1,112 sx. Circulated.

Open Hole:

4-3/4" Open Hole fr 3,879 - 4,130'

COMPLETION:

Perfs:	Queen:	3,696 – 7,722' (26', 4 spf, 104 holes)	9/55
		3,778 – 98' (20', 4 spf, 80 holes)	9/55
		3,810 – 20' (10', 4 spf, 40 holes)	9/55
	Penrose:	3,836 – 42' (6', 4 spf, 24 holes)	9/55
		3,852 – 70' (18', 4 spf, 72 holes)	9/55
Open Hole:	Penrose:	3,879 – 4,047' (168')	7/91
	Grayburg 1:	4,047 – 85' (38')	7/91
	Grayburg 2:	4,085 – 4,130' (45')	7/91

OBJECTIVE:

Plug Back and Stimulate Queen/Penrose Producer

RECOMMENDED PROCEDURE

(Verify that anchors have been set and tested per NM OCD & OSHA guidelines)

This is a FEDERAL well.

- 1. MIRUPU. MI and rack up 4,200' of 2-7/8" J-55 workstring. ND WH. NU BOP.
- 2. PU & RIH w/4-3/4" bit on 2-7/8" WS.
- 3. <u>Clean well out to TD at 4,130</u>' (notify Midland of PBTD to adjust sand volumes for plug back). Circulate hole clean. POOH w/ bit and WS.

PROCEDURE BY LDP PAGE 1 OF 3



EMSUB #919 Queen/Penrose Plug Back & Stimulation Procedure LEA COUNTY, NEW MEXICO August 7, 2008

- 4. PB to +/-3,972' w/20/40 mesh sand. Will need ~12.2# sand per foot of open hole to plug back. If PBTD is 4,130', 1,900# of sand will be needed.
- 5. RIH and tag sand. PBTD should be close to 3,972'. If not, approximate and plug back with more sand.
- 6. RU WL and dump 3 sks of Class "C" cement + 2% bentonite on top of sand plug. Mix cement with 22 gals total water. This should plug back well to +/-3,925'.
- 7. WOC and tag cement plug. RD WL.
- 8. PU & RIH w/ Sonic Hammer on 2-7/8" workstring. RU stripping head.
- 9. RU pumping company and SH perfs & open hole w/3,000 gals brine (approx. 30-40 bbls per stand) while circulating to reverse pit (pit should have screen to catch solids). Circulate hole clean. Check samples of solids for signs of scale and send to Champion for analysis.
- 10. POOH & LD sonic hammer. PU & RIH w/5-1/2" packer on workstring. Set packer at ~3,650'. RU pumping company on backside and pressure test TCA to 500#. Monitor BS pressure during acid treatment.
- 11. MIRU acid company. Test lines to 5,000 psi. Treat the isolated interval (3,696 3,925') w/4,000 gals of 20% NEFE 90/10 (90% Acid/10% Toulene) in 5 stages dropping rock salt for block between each stage. Max treating rate/pressure 5 BPM/2,000 psi. Use the following pump schedule but adjust the volumes as necessary on job to achieve good block action:
 - a. 200 gals acid
 - b. 200 # rock salt in 4 bbls 9# brine
 - c. 400 gals acid
 - d. 300 # rock salt in 6 bbls 9# brine
 - e. 800 gals acid
 - f. 500 # rock salt in 10 bbls 9# brine
 - g. 1,000 gals acid
 - h. 1,000 # rock salt in 20 bbls 9# brine
 - i. 1,600 gals acid
 - j. Total of 4,000 gals of 20% 90/10 Acid and 2,000# rock salt. (Order out 3,000# RS)

PROCEDURE BY LDP PAGE 2 OF 3



EMSUB #919 Queen/Penrose Plug Back & Stimulation Procedure LEA COUNTY, NEW MEXICO August 7, 2008

- 12. RDMO acid company. Shut well in for two hours.
- 13. Flow back or RU swab and swab back acid load. Determine flow rate and oil cut. Report results to Midland. If decision is made to chemically squeeze well, continue to step #14. If not, skip to step #17.
- 14. MIRU pumping company.
- 15. Squeeze perfs and open hole w/ scale inhibitor as per Champion's recommendation down tbg in 5 stages dropping rock salt for block between each stage. Start with 200# block and adjust as necessary. Treatment should be designed assuming 600 bfpd total rate or better estimate derived from swab results. Flush per Champion's recommendation. SI overnight.
- 16. RDMO pumping company.
- 17. POOH w/ packer and workstring.
- 18. RIH with production tbg, rods, and pump. Production equipment should be designed for ~600 bfpd or better estimate based on swab results. ND BOP. NU WH. Put well in test and RWTP. RDMOPU.