Subtrait 3 Copies to Appropriate District Office	State of New Mexico Energy, Minerals and Natural Resources Department		Form C-103 Revised 1-1-89	
DISTRICT I P.O. Box 1980, Hobbs, NM 88240	OIL CONSERVATIO P.O. Box 200		WELL API NO.	
DISTRICT II P.O. Drawer DD, Artesia, NM 88210	Santa Fe, New Mexico			
DISTRICT III 1000 Rio Brazos Rd., Aziec, NM 87410			5. Indicate Type of Lease STATE X FEE	
			6. State Oil & Gas Lease No. LG-5188	
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"				
			". Lease Name or Unit Agreement Name	
(FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well:			State "HO"	
OL X GAS WELL	OTHER	_		
2. Name of Operator			8. Well No.	
Meridian Oil Inc. 3. Address of Operator			1	
21 Desta	Drive, Midland, Texas	79705	9. Pool name or Wildcat Airstrip (Bone Spring)	
4. Well Location Unit Letter 96	0 Feet From The South	Line and330	Feet From The East Line	
Section 26	Township 18-S Rat	nge 34-E	NMPM Lea County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3974.8 GR				
NOTION IN TENTION TO MUCALE NATURE OF NOTICE, Report, or Other Data				
NOTICE OF INTENTION TO: SUE		SEQUENT REPORT OF:		
		REMEDIAL WORK		
EMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ABANDON				
PULL OR ALTER CASING		CASING TEST AND CEN		
OTHER: <u>Recomplete and C</u>	ommingle X			

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Recomplete in 1st Bone Spring Sand commingle with production from 2nd Bone Spring Dolomite. Anticipated Start - 03/20/89.

SEE ATTACHED - INSERT

I hereby certify that the information above is true and complete to the best of my knowledge and belief.				
SKINATURE PRIME	Bradshow me Sr. Staff Env./	Reg. Spec. DATE D2/14/89		
TYPE OR PRINT NAME Robert L.	Bradshaw	TELEPHONE NO. 915-686-5		
(This space for State Use)	Orig. Signed by Paul Kautz Geologist			
APPROVED BY	Geologist mr.	FEB 1 7 1989		
CONDITIONS OF AFPROVAL, IF ANY:				

State "HQ" No. 1 Airstrip Field Lea County, New Mexico

- 1. MIRU pulling unit. POH with rods and pump. ND pump tee. NU BOP. with ±9540' of 2-3/8" 4.7# N-80 tubing. POH
- 2. MIRU wireline unit. RIH with a gauge ring and junk basket for 7" 26# casing to $\pm 9160'$. POH. Test CIBP to 1500 psi. RIH with a 7" CIBP on wireline and set at ±9155'. POH. RIH with 4" select fire guns and perforate the Bone Spring Sand at the following depths: 9127', 33', 37', 39', 41', 43', and 45' for a total of 7 holes. POH. RDMO wireline unit.
- 3. RIH with a 7" treating packer, SN (1.78" ID) and $\pm 9000^{\circ}$ of 2-3/8" tubing. Hydrotest tubing to 7000 psi while RIH. Set packer at ±9000' and swab well down to SN if possible.
- 4. MIRU stimulation company. NU surface lines and test to 4000 psi. Place, monitor and maintain 500 psi on the casing-tubing annulus. Pump 2000 gallons of 7-1/2% NEFe HCl acid with 2 gal/1000 surfactant and corrosion inhibitor. Space out 14 - 7/8" RCNBS (sp.gr.= 1.3) throughout job. Displace acid with 37 bbls of 2% KCl water. If ballout occurs, surge balls off perfs and continue displacement.
 - * Note: Anticipated treating pressure = 3300 psi Maximum treating pressure = 4000 psi (Eurst SF = 2.8) Anticipated treating rate = 4 BPM

RDMO Stimulation Company.

- 5. Swab test well recording rates and cuts.
- 6. If fluid entry is limited, MIRU stimulation company. NU surface lines and test to 6000 psi. Pump 13,000 gallons of 40 lb crosslinked gel with 34,500 lbs of 16/30 mesh PRC sand to frac the First Bone Spring Sand down 2-3/8" tubing according to the following schedule and attached sheets.
 - Pump 4000 gallons of fluid as pad volume.
 - Pump 1000 gallons of fluid with 1ppg 16/30 PRC sand.
 - Pump 2000 gallons of fluid with 3ppg 16/30 PRC sand.
 - Pump 2500 gallons of fluid with 4ppg 16/30 PRC sand.

State "HQ" No. 1 Procedure Page Two

- Pump 3500 gallons of fluid with 5ppg 16/30 PRC sand.
- * Note: Anticipated treating pressure = 5000 psi Maximum treating pressure = 7000 psi (Burst SF = 1.6) Anticipated treating rate = 12 3PM

RDMO stimulation company. Shut well in overnight to allow gels to break.

- 7. Flow well back starting at $\pm 16/64$ choke increasing choke size as the pressure depletes. Obtain flow back fluid and have analyzed at stimulation company. Viscosity of the broken gel should be ± 10 cp.
- 8. RIH with a notched collar on 2-3/8" tubing and clean out any fill to ±9155'. POH. RIH with a drill bailler on sandline and knock out CIBP to ±9500'.
- 9. RIH with production tubing and rods as previously installed setting pump at ±9050' to clean up frac. Lower pump to ±9450' following clean up period.

