DAILY REPORT T. H. McElvain Oil & Gas Workover

New Mexico "AC" State #1 Sec. 22-T17S-R35E Lea County, New Mexico

<u>9-09-92</u>

Go in hole with bailer and dump cement on top of CIBP at 11958'. Bailer hung at 11900 on way out of hole. Work loose and come out of hole. Go in hole with 4" casing gun and perforate 11900-906' with 4 JSPF. Fluid level at 10800 going in hole. Gun hung after perforating. Had slight blow on casing after shooting. Work gun loose and pull out of hole. Fluid level at 8300' when coming out of hole. Lay down gun and had oil run out of gun. Make bailer runs and tag fluid at 8270'. Go down to 9000' with bailer and come out of hole. Bailer recovery was 2'water and 58' oil. Go in hole with tubing to 11,500'. Take water and oil sample in for analysis. Rig up swab and go in hole. Fluid level at 7800' FS. 1st run had 50% oil. Next two runs turned to 100% water. Final fluid level at 8500' FS. SION.

Daily Cost-----\$3800

Acc. Cost-----\$13,300

<u>9-10-92</u>

Tubing pressure-0. Go in hole with swab. Initial FL @ 7200' FS. 1St run had slight skim of oil and no show of gas. Swab back another 40 bls muddy formation water with no shows. Rig down Swab. TOH w/ tubing. Rig up Wedge Wireline and go in hole with guage ring & junk basket to 10,750'. Go in hole with CIBP and set at 10,700'. Cap with 35' cement. Go in hole with 4" casing gun 20' long to perforate 10,495-10,515'. Tagged with gun at 5930' and would not go deeper. Pull guns out and break down to 10' gun. Go in hole with 4" casing gun 10' long and tagged at 5930'. Gun stuck. Work gun free and pull out of hole. Rig down wireline, and go in hole with Model R packer and tubing. Get in hole with 45 stands and SION.

Daily Cost-----\$5700

Acc. Cost-----\$19,000