Form 3160-5 (July 1989)

(This space for Federal or State office use)

CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY

BLM Roswell District CONTACT RECEIV. Modified Form No. OFFICE FOR NUMBER OF COPIES REQUIRED UNITED STATES NM060-3160-4 LEASE DESIGNATION AND SERIAL NO. (Other instructions on reverse DEPARTMENT OF THE INTERIOR side) NM-32410 (Formerly 9-331) BUREAU OF LAND MANAGEMENT IF INDIAN, ALLOTTEE OR TRIBE NAME 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-" for such proposals.) UNIT AGREEMENT NAME OIL WELL × OTHER FARM OR LEASE NAME NAME OF OPERATOR Shinnery Federal Meridian Oil Inc WELL NO. 3a. AREA CODE & PHONE NO. ADDRESS OF OPERATOR 915-686-5600 P.O. Box 51810, Midland, TX 79710-1810 FIELD AND POOL, OR WILDCAT LOCATION OF WELL (Report location clearly and in accordance with any State requirements.* South Corbin (Wolfcamp) See also space 17 below.) 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA At surface 1980' FSL & 1980' FWL Sec. 13, T18S, R32E 12. COUNTY OR PARISH 13. STATE 15. ELEVATIONS (Show whether DF, RT, GR, etc.) 14. PERMIT NO NM 3831' GR. 30-025-30247 Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data 16 SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: REPAIRING WELL WATER SHUT-OFF PULL OR ALTER CASING TEST WATER SHUT-OFF ALTERING CASING FRACTURE TREATMENT MULTIPLE COMPLETE FRACTURE TREAT ABANDONMENT* SHOOTING OR ACIDIZING ABANDON* SHOOT OR ACIDIZE (Other) CHANGE PLANS (NOTE: Report results of multiple completion on Well REPAIR WELL Completion or Recompletion Report and Log form.) Х (Other) Re-Enter Wolfcamp & Recomplete 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this We propose to abandon the Queen formation and re-enter the Wolfcamp. The proposed procedure is attached. 18. I hereby certify that the foregoing is true and correct 915-686-5678 Sr. Staff Environmental Rep. DATE aw_ TITLE SIGNED

TITLE

MEXICO OIL CONSERVATION COMMIT ON WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-162 Supersedes C-128 Effective 14-65

		All distances must t	be from the outer boundaries	of the Section	LW MAIL
perator			Lease SHINNER	Y FEDERAL	Well No.
MERIDIA	N OIL COMPAN		Range	County	
Init Latter K	Section :3	Township 18-SOUTH	70 5107	LEA	
Actual Footage Local	ion of Well:		200	out from the WEST	line
980	feet from the	SOUTH line of	9101		Dedicated Acreage:
Fround Level Elev.	1	Tormation DOLFCAMP	South Corbin		80 Acres
3831'	Wolfca	amp	well by colored pencil	bachuse marks on t	the plat below
2. If more that interest and	n one lease . I royalty).	is dedicated to the v	well, outline each and i	dentity the ownership	thereof (both as to working
dated by co	minunitization No If	, unitization, force-po answer is "yes;" typ	ooling. etc?		idated. (Use reverse side of
this form if	necessary.)	1	Lall interests have bee	n consolidated (by co	ommunitization, unitization, en approved by the Commis-
					CERTIFICATION
				tained best of Name Ri Sr. S	ian Oil Inc.
	(980	1980'		shown notes under is tro known	on this plat was plotted from field of actual surveys made by me of my supervision, and that the same use and contect to the best of my ledge and bellef. GRY D. Arriveyad DSVILL Arriveyad Samuel and Contect to the best of my ledge and bellef.
					Can LAND SULLAND SULLA

Shinnery Federal #1 South Corbin (Wolfcamp) Field Lea County, New Mexico

Wolfcamp Re-entry Procedure

Project Engineer: David Cook Office: (915) 686-5663
Residence: (915) 687-0908

- 1. Order and deliver 7500' of 2 7/8", N-80, 6.5#, EUE, inspected tubing to location.
- 2. MIRU pulling unit. MIRU kill truck. Circulate freshwater down tubing-casing annulus allowing for returns on tubing.
- 3. ND pumping tee. TOOH with steel sucker rods and pump. ND wellhead and NU BOP. Release TAC and TOOH with 2 7/8", N-80 tubing, TAC, four joints of 2 7/8" tubing, perforated sub and mud anchor.
- 4. TIH with casing scraper suitable for 5 1/2", 17# casing. RIH to 4100'. TOOH. TIH with a CIBP suitable for 5 1/2", 17# casing and ± 4060 ' of 2 7/8" tubing. Set CIBP at 4060'. TOOH.
- 5. TIH with a cement retainer and $\pm 3900^{\circ}$ of 2 7/8" tubing. Set retainer at $\pm 3950^{\circ}$. Test tubing to 6200 psi. Test tubing-casing annulus and cement retainer to 1000 psi.
- 6. MIRU cement company. NU surface lines and test to 3000 psi. Establish injection into Queen perforations using treated fresh water. Cement squeeze Queen perforations with 250 sacks of cement (4006'-4024'; 37 holes) using the attached recommended cement slurry. If possible, displace cement to retainer. Pull out of retainer and reverse out any excess cement. TOOH. RDMO cement company. WOC overnight.
- 7. MIRU reverse unit. TIH with a 4 3/4" bit, 3 1/2" drill collars, and 2 7/8" tubing. Drill out cement retainer and cement to 4040'. Close BOP and test cement squeeze to 1000 psi. If squeeze perforations take fluid, contact production engineer and discuss remedial squeeze plans. If cement squeeze holds pressure, continue with procedure.
- 8. TIH and drill out CIBP. TIH to ±4600'. TOOH.
- 9. TIH with a cement retainer and ± 4500 ' of 2 7/8" tubing. Set retainer at ± 4500 '. Test tubing to 6200 psi. Test tubing-casing annulus and gement retainer to 1000 psi.
- 10. MIRU cement company. NU surface lines and test to 3000 psi. Establish injection into Queen perforations using treated fresh water. Cement squeeze Queen perforations with 250 sacks of cement (4542'-4552'; 21 holes) using the attached recommended cement slurry. If possible, displace cement to retainer. Pull out of retainer and reverse out any excess cement. TOOH. RDMO cement company. WOC overnight.

- 11. TIH with a 4 3/4" bit, 3 1/2" drill collars, and 2 7/8" tubing. Drill out cement retainer and cement to 4600'. Close BOP and test cement squeeze to 1000 psi. If squeeze perforations take fluid, contact production engineer and discuss remedial squeeze plans. Otherwise, continue with procedure.
- 12. TIH to 4944'. Drill out cement retainer and cement to 5150'. Close BOP and test cement squeeze to 1000 psi. If squeeze perforations take fluid, contact production engineer and discuss remedial squeeze plans. Otherwise, continue with procedure.
- 13. TIH to 8540'. Drill out cement retainer and cement to 8750'. Close BOP and test cement squeeze to 1000 psi. If squeeze perforations take fluid, contact production engineer and discuss remedial squeeze plans. Otherwise, continue with procedure.
- 14. Drill out cement to 9000'. Close BOP and test cement squeeze to 1000 psi. If squeeze perforations take fluid, contact production engineer and discuss remedial squeeze plans. Otherwise, continue with procedure.
- 15. TIH to 9630'. Drill out cement retainer and cement to 9800'. Close BOP and test cement squeeze to 1000 psi. If squeeze perforations take fluid, contact production engineer and discuss remedial squeeze plans. Otherwise, continue with procedure.
- 16. RIH and drill out CIBP located at 11,140' and drill out retainer and cement at 11,190'. Clean out to PBTD at 12,409'. Circulate hole clean with treated 2% KCl water. TOOH.
- 17. RU electric line to perforate. RIH with 4" casing guns and perforate the Wolfcamp from 11,240'-11,256', 11,416'-11,426' (2 SPF, 90° phasing, total of 56 holes). POOH and RD electric line.
- 18. TIH with 5 1/2" treating packer, RBP with ball catcher, 2.25" SN, and ±11,500' of 2 7/8", 6.5#, N-80 tubing. Set the RBP at ±11,500 and pull back treating packer ±10' and set. Test the tubing/packer to 6200 psi. Release the treating packer and pull up to ±11,426'. Pickle tubing with 250 gallons of 15% NEFe HCl acid. Reverse out pickling fluids. Spot 100 gallons of 15% NEFe HCl acid. PU to 11,280'. Reverse remaining acid into tubing and set packer at 11,280'. NU stimulation valve.
- 19. MIRU stimulation company. RU surface lines and test to 6500 psi. Place 500 psi on 2 7/8" x 5 1/2" annulus. Monitor throughout the job. Pump spot acid away and continue with 1000 gallons of 15% NEFe HCl acid. Space out 33 RCNBS (Sp. Gr. = 1.3) throughout the job. Displace acid to bottom perforation with treated 2% KCl water. If ballout occurs, surge balls off perfs and continue displacement.

Treating Rate = 4-6 BPM Estimated Treating Pressure = 5600 psi Maximum Treating Pressure = 6200 psi Shinnery Federal #1 Procedure Page 3

20. Release treating packer and TIH to RBP. Release RBP and pull up to ±11,300'. Set RBP and pull back packer ±10'. Pressure test to 6200 psi. Release treating packer and spot 100g of 15% NEFe HCl acid. Pull the packer up hole to ±11,220'. Reverse remaining acid into tubing and set packer at ±11,220'. Place 500 psi on 2 7/8" x 5 1/2" annulus. Monitor throughout the job. Pump spot acid away and continue with 1600 gallons of 15% NEFe HCl acid. Space out 30 RCNBS (Sp. Gr. = 1.3) throughout the job. Displace acid to bottom perforation with treated 2% KCl water. If ballout occurs, surge balls off perfs and continue displacement.

Treating Rate = 4-6 BPM Estimated Treating Pressure = 5600 psi Maximum Treating Pressure = 6200 psi

RDMO stimulation company.

- 21. Release treating packer and drop down to RBP. Release and lower RBP to ±11,470' and set. Pull back packer to ±11,220' and set. Swab/flow test well recording rates/volumes/cuts. If zone tests wet, a plug back procedure will be provided by the production engineer. If zone is productive, continue with procedure after obtaining sufficient test data.
- 22. Kill well with treated 2% KCl water. ND stimulation valve. Release packer and RIH through perforations. Release RPB and TOOH.
- 23. RU electric line to perforate. RIH with 4" casing guns and perforate the Wolfcamp from 11,108'-11,194', (2 SPF, 90 phasing, total 174 holes). POOH and RD electric line.
- 24. TIH with 5 1/2" RBP with ball catcher, 5 1/2" treating packer, 2.25" SN and $\pm 11,230$ ' of 2 7/8", 6.5#, N-80 tubing. Set RBP at $\pm 11,230$ '. PU ± 10 ' and set packer. Test tubing/RBP to 6200 psi. Release packer. Spot 200 gallons of 15% NEFe HCl acid. PU to $\pm 10,980$ '. Reverse remaining acid into tubing and set packer at $\pm 10,980$ '. NU stimulation valve.
- 25. MIRU stimulation company. RU surface lines and test to 6500 psi. Place 500 psi on 2 7/8" x 5 1/2" annulus. Monitor throughout the job. Pump spot acid away and continue with 8600 gallons of 15% NEFe HCl acid. Space out 261 RCNBS (Sp. Gr. = 1.3) throughout the job. Displace acid to bottom perforation with treated 2% KCl water. If ballout occurs, surge balls off perfs and continue displacement.

Treating Rate = 4-6 BPM Estimated Treating Pressure = 5600 psi Maximum Treating Pressure = 6200 psi

RDMO stimulation company.

26. Swab/flow test well recording rates/volumes/cuts. If zone tests wet, a plug back procedure will be provided by the production engineer. If zone is productive, continue with procedure after obtaining sufficient test data.

Shinnery Federal #1 Procedure Page 4

- 27. Kill well with treated 2% KCl water. ND stimulation valve. Release packer and RIH through perforations. Release RBP and TOOH.
- 28. RU electric line to perforate. RIH with 4" casing guns and perforate the Wolfcamp from 10,882' 10,908' and 11,066'-11,086' (2 SPF, 90 phasing, total 96 holes). POOH and RD electric line.
- 29. TIH with 5 1/2" RBP with ball catcher, 5 1/2" treating packer, 2.25" SN, and $\pm 11,100$ ' of 2 7/8", 6.5#, N-80 tubing. Set RBP at $\pm 11,100$ '. PU ± 10 ' and set packer. Test tubing/RBP to 6200 psi. Release packer. Spot 100 gallons of 15% NEFe HCl acid. PU to $\pm 10,940$ '. Reverse remaining acid into tubing and set packer at $\pm 10,940$ '. NU stimulation valve.
- 30. MIRU stimulation company. RU surface lines and test to 6500 psi. Place 500 psi on 2 7/8" x 5 1/2" annulus. Monitor throughout the job. Pump spot acid away and continue with 2000 gallons of 15% NEFe HCl acid. Space out 63 RCNBS (Sp. Gr. = 1.3) throughout the job. Displace acid to bottom perforation with treated 2% KCl water.

Treating Rate = 4-6 BPM Estimated Treating Pressure = 5600 psi Maximum Treating Pressure = 6200 psi

31. Release treating packer and TIH to RBP. Release RBP and pull up to ±10,930'. Set RBP and pull back packer ±10'. Pressure test to 6200 psi. Release treating packer and spot 100g of 15% NEFe HCl acid. Pull the packer up hole to ±10,750' and set. Place 500 psi on 2 7/8" x 5 1/2" annulus. Monitor throughout the job. Pump spot acid away and continue with 2600 gallons of 15% NEFe HCl acid. Space out 42 RCNBS (Sp. Gr. = 1.3) throughout the job. Displace acid to bottom perforation with treated 2% KCl water. If ballout occurs, surge balls off perfs and continue displacement.

Treating Rate = 4-6 BPM Estimated Treating Pressure = 5600 psi Maximum Treating Pressure = 6200 psi

RDMO stimulation company.

- 32. Release treating packer and drop down to RBP. Release and lower RBP to ±11,100' and set. Pull back packer to ±10,800' and set. Swab/flow test well recording rates/volumes/cuts. If zone tests wet, a plug back procedure will be provided by the production engineer. If zone is productive, continue with procedure after obtaining sufficient test data.
- 33. Kill well with treated 2% KCl water. ND stimulation valve. Release packer and RIH through perforations. Release RBP and TOOH.

Shinnery Federal #1 Procedure Page 5

- 34. TIH with production tubing as follows (assuming all zones are productive):
 - Bull Plugged MA
 - Perforated Sub
 - Mechanical SN (2.25" ID)
 - 22 joints of 2 7/8", 6.5#, N-80 tubing
 - 5 1/2" TAC
 - ±10,820' of 2 7/8", 6.5#, N-80 tubing

Set TAC with SN below perfs. ND BOP, NU pumping tee. TIH with the following rod string:

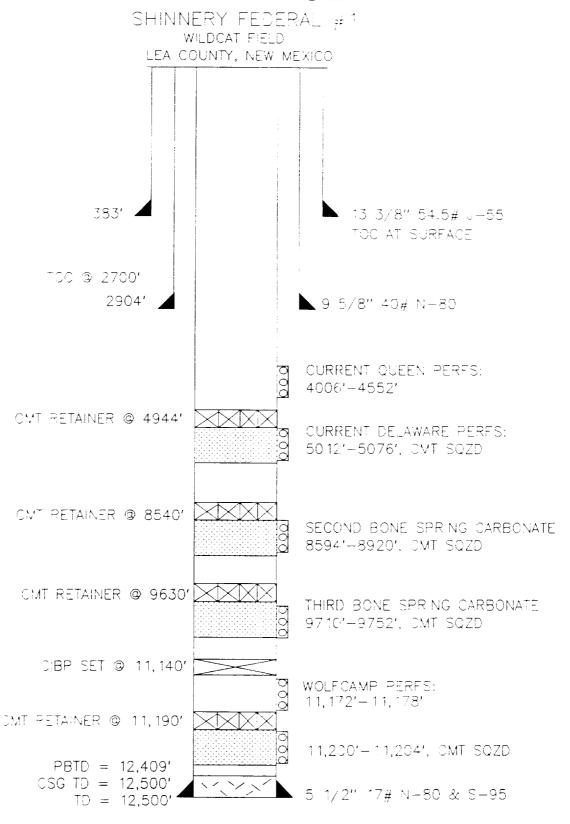
- 2 1/2" x 1 1/4" x 36' RHBM
- 7/8" pony rod and shear tool
- ± 6900 ' of 1.2" fiberglass sucker rods with SHSMC
- ±3500' of 7/8" grade "D" steel sucker rods with FHSMC
- ±1150' of 1 3/8" sinker bars
- 35. Set and install an American conventional 640-365-144 pumping unit and hang rods on beam. Report production volumes to Midland office. Sheave unit as required to keep the well pumped off if possible.

Approved:

T. J. Harrington

_____ Date: 2 May 9/

MERIDIAN OIL



Shinnery Federal No. 1 South Corbin (Wolfcamp) Field Lea County, New Mexico

MECHANICAL DATA

Type Tubular:	0D (ii)	(in)	Weight (#/ft)	Grade	Conn.	Depth (ft)	Collapse (psi)	Burst (psi)	Tensile (M.1bs.)	TOC (ft)
Surface Casing	13 3/8	12.615 54.5	54.5	J-55	SIC	383	1,130	2,730	547	Surf
Intermediate Casing	9 5/8	8.835 40	07	N-80	LTC	2,904	3,090	5,750	737	Surf
Production Casing	5 1/2 5 1/2	4.892 4.892	17	N-80 S-95	LTC	0-9,826 9,826-12,500	6,280 8,580	7,740	348 392	±2700'
Tubing	2 7/8	2.441	6.5	N-80	EUE	11,140	11,160	10,570	145	-

GL = 3,831'

KB = 24'

DV Tool @ $\pm 10,075$ '