Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. <ul> <li>I make. Address of Tables Address of Tab</li></ul>	a 1990) UNITED STATES HODDS, NAT SEALO DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT	Budget Bureau No. 1004-0135 Expires: March 31, 1993 5. Lease Designation and Serial No State
Type of Well          Submit in THPLICATE          Submit in The THPLICATE          Submit in The THPLICATE          Submit in The THPLICATE          Submit in The THPLICATE          Submit in Theplit          Submit in Theplit          Submi	o not use this form for proposals to drill or to deepen or reentry to a different reserve	6. If Indian, Allottee or Tribe Name DIT.
Control of the set of the s		7. If Unit or CA, Agreement Designation
Matador Operating Company       P.AP Weillies         3 Address and releptone No.       9. AP Weillies         310 W. Wall, Suite 906 Midland, TX 79701 915-687-5955       10. Fedd and No. Deploration Area         4 Location of Weil (Foogles, Sec. T. R. M. or Sarey Decorption)       Red Hills Devonian (G.         4 Location of Weil (Foogles, Sec. T. R. M. or Sarey Decorption)       Red Hills Devonian (G.         4 Location of Weil (Foogles, Sec. T. R. M. or Sarey Decorption)       Red Hills Devonian (G.         4 Location of Weil (Foogles, Sec. T. R. M. or Sarey Decorption)       Red Hills Devonian (G.         4 Location of Weil (Foogles, Sec. T. R. M. or Sarey Decorption)       Lea County         2 CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA       TYPE OF SUBMISSION         1 TYPE OF SUBMISSION       TYPE OF ACTION         2 Subsequent Report       Charge of Plans         2 Origing Expans       National Report         3 Otech of Intert       Astandament         3 Detribute Proposed or Complete Operations (Charge and the vertial depts for all markers and zone pertinent to this work.)*         3 Detribute Proposed or Complete Operations (Charge and the vertial depts for all markers and zone pertinent to this work.)*         3 Detribute Proposed or Complete Operations (Charge and the vertial depts for all markers and zone pertinent to this work.)*         3 Detribute Proposed as true and operations (Charge and the vertial depts	Oil X Gas Other	8. Well Name and No.
3 Address and Telephone No. 3 Address and Telephone No. 3 10 W. Wall, Suite 906 Midland, TX 79701 915-687-5955 3 D. Red Hills Devonian (G. 10. Field and No., or Experiment Area Red Hills Devonian (G. 11. Compare Patch, Sate Lea County  4 Location of Well (Foundar: Sec. T. R. M. er Survey Description) 454 FSL 1500 FWL Sec. 32, T255, R33E  CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION  CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION  CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION  CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF ONTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION  CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF OTHER DATA TYPE OF ACTION  Associate and the second of the second		
454 FSL 1500 FWL Sec. 32, T255, R33E       It. Count of Parish, Sace Lea County         12       CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION       TYPE OF ACTION         13       Decrement of Interation Subsequent Report       Charge of Parish, Sace Dispose Water       Charge of Parish, Sace Dispose Water         14       Interation Construction Dispose Water       Charge of Parish, Sace Dispose Water       Charge of Parish, Sace Dispose Water         15       Describe Proposed or Completed Operations (Charly sate all pertinent dates, and pie pertinent dates, and pie pertinent dates of starting any proposed water. If well is directionally drilled.         16       Describe Proposed or Completed Operations (Charly sate all pertinent dates, and pie pertinent dates to date of starting any proposed water. If well is directionally drilled.         17       Describe Proposed or Complete Operations (Charly sate all pertinent dates, and pie pertinent dates to date of starting any proposed water. If well is directionally drilled.         18       Describe Proposed or Complete Operations of the operation of the opering operating the opering operation operation of the operation op	310 W. Wall, Suite 906 Midland, TX 79701 915-687-595	30-025-34626
CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA          TYPE OF SUBMISSION       TYPE OF ACTION         Notice of Inten       Ahandomment:         Subcrite of Inten       Ahandomment:         Subcrite of Inten       Brain Amandomment:         Hereby Control of Completion       Program Back         Image: Complexity and all protocol decima Back       Program Completion Proceed work. If well is directionally diffied.         See attachment.       Site Facility diagram to follow.       4 point test to be run after well cleans up.         * Twee Production Manager       Date       Date         True       Production Manager       Date         True       Date       Date	454 FSL 1500 FWL	
TYPE OF SUBMISSION   Image: Type of Submission Image: Type of ACTION   Image: Non-Report Image: Adamsonment   Image: Subbaguent Report Image: Adamsonment   Image: Subbaguent Report Image: Adamsonment   Image: Subbaguent Report Image: Adamsonment Notice   3. Describe Proposed or Completed Operations (Clearly size all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of starting any proposed work. If well is directionally drilled, give substrate: locations and measured address of the starting address of the	Sec. 32, 125S, R33E	Lea County
Abadonnent   Notice of Intent     Subsequent Report     Final Abandonment Notice     Becompletion     Subsequent Report     Casing Report <td>CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REI</td> <td>PORT, OR OTHER DATA</td>	CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REI	PORT, OR OTHER DATA
Automatical and a second	TYPE OF SUBMISSION TYPE OF ACTI	ON .
13. 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 work.)*         See attachment.         Site Facility diagram to follow.         4 point test to be run after well cleans up.         signed         Signed         Table_Production Manager         Date         Complete foregoing is true and coprect         Table_Production Manager         Date         Complete foregoing is true and coprect         Table_Production Manager         Date         Complete foregoing is true and coprect         Table_Production Manager         Date         Complete foregoing is true and coprect         Table_Production Manager         Date         Complete foregoing is true and coprect         Table_Production Manager         Date	Adatabanitent     Adatabanitent     Adatabanitent     Adatabanitent     Adatabanitent     Recompletion     Plugging Back     Casing Repair     Altering Casing	New Construction     Non-Routine Fracturing     Water Shut-Off     Conversion to Injection     Dispose Water
Signed	See attachment. Site Facility diagram to follow.	
Signed	•	
Completes of approval, if given 1 5 2000 Title	igned	Date <u>6/2/00</u>
inter to U.S.C. Section wort; makes a section for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements representations at to any matter with the principle of the United States any false, fictitious or fraudulent statements	propress of approval. if JUN 15 2000	
	8 U.S.C. Section 1001; makes it accure for any perion knowingly and willfully to make to any department or agency of the Ur resentations at to any matter with a section.	nited States any false, fictitious or fraudulent statements





#### Red Hills #4 API #30-02534626 Lea Co., NM 3-15-00 Finish TOOH & LD Baker fluted mill. Clean pits while WO Halliburton pkr. PU Halliburton Magnum GT pkr w/ 4.00" bore & Baker tie-back seal assembly. TIH. Will have pkr details on tomorrow's rpt. 3-16-00 Finish TIH w/ Halliburton Magnum GT pkr to 16,800'. WO Howco circ iron. Sting into tie-back sleeve w/ seal assy. Took 30K wt to sting in. Press test seals to 2000 psi by pressuring up on annulus. Drop ball to set pkr. Discovered ID of XO between pkr & seals had 3.00" ID. WO orders. POOH tie-back w/ seals. Took 50K. TOOH slowly in 7" liner. WO Halliburton & Baker to redress tools. 3-17-00 WO Halliburton & Baker to redress tools. PU magnum Pkr & Baker seal assembly. TIH to 14,780'. Found pkr stuck after making conn. Discuss options. Pressure annulus to 2000 psi. Press DP to 2000. Rel setting tool from pkr. TOOH. 3-18-00 Cont TOOH & LD setting tool. PU packer picker milling tools. TIH to 14,850'. Mill magnum GT pkr 14,870'-14,873'. TOOH w/fish. 3-19-00 Finish TOOH w/ fish. LD pkr & fishing tools. CDL. RU rotary WL. RIH w/ 5.795" gauge ring-junk basket to 12,820'. Will go down but have to work back up. POOH w/ WL & PU 3.795" GR-JB. RIH to TOL @ 16,826'. Worked down to 16,846' w/ drag to 3800# coming up. Tried 5 times w/ same results. TIH w/ 5-7/8" bit. 15,500' @ RT. 3-20-00 Continue TIH to 16,775'. Wash to 16,826' & circ out. POH. TIH w/ Baker fluted dress mill. RR. brakes. Continue TIH to 16,800'. Wash to 16,826' & ream 16,826'-16,832'. POH. 3-21-00 Finish TOOH & LD Baker fluted mill. RS. PU Weatherford (Arrow) 7" 32-38# w/ 4" ID pkr w/ Baker tie back seal assy & hyd setting tool. TIH to 12,800. Pkr set prematurely 1 std into 7" csg. Drop ball & set pkr. TOOH. Will finish TOOH & mill over pkr. 3-22-00 Continue POH & LD Weatherford setting tool. PU Star fishing tools. TI to 12,775'. Wash over pkr 12,800 to 12,802'. POH. Out of hole @ 7:00 AM, rec top sleeve 10" long, lost one piece of spear grapple 7/8" x 3-1/2" x 4-3/4". Shoe worn out. 3-23-00 Fin TOOH w/pkr milling tool. Shoe worn out. Rec top sleeve 10" long. Lost 1 piece of basket spear grapple 7/8" X 3 1/2" X 4 3/4". WO new spear grapple. TIH w/pkr milling assy to 12,776'. Mill over pkr RO 12,805'. TOOH. LD pkr & fishing tools. Grapple on spear broken but all recovered. Both sets of pkr slips missing with pkr elements in place. TIH w/ 5-7/8" bit. 3 - 24 - 00CDL. Cont TIH to 16,800'. Wash to 16,826'. CBU. TOOH. LD 5-7/8' bit. TIH w/ 3-3/4'

mill to TOL @ 16,826'. Wash thru liner top down to 16,890'. Appeared to have junk on TOL. Worked thru several times to ensure TOL was clear. Cont TIH to 17,120'. Wash to 17,200'.

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Red Hills #4	API #30-02534626
Lea Co., NM	
3-25-00	Attempt to push junk from 17200 to TD. Would not go. POH to liner top with 40,000# intermittent drag. TIH to 17200'. Pushed junk to btm 17628' with 0-20,000#. POH to liner top. TIH to 16960', took weight. POH to 7" csg with drag on 1# stand. TIH to btm & bit plugged. Unplug mill & circ 105 SPM @ 2650 psi. Made wiper trip & ream from 16,952' to 16,980' with no drag. Circ @ 105 SPM 2550 psi @ 17620'. RU Dowell & spot 1000 gal 10% acetic acid @ 17620'. POH to 16900' and reverse out excess acid. LDDP.
3-26-00	Continue TOOH LDDP. RU to pick up & test tbg. PU Halliburton PLS Pkr w/ on/off tool w/ 2-3/8" tail pipe. Tail pipe is WL re-entry guide, 1-10' pup jt, "X" nipple, 2-10' pups. Cont to PU 17 jts 2-3/8" 4.7# L80 8rd EUE tbg. PU XO & 2 jts 2-7/8" 6.5# L80 RTD-8 tbg. Tbg test tool would not pass thru tbg conn. LD jt #2 tbg. Wait on another set of tbg tongs & Grant Prideco service hand. PU & run 118 jts 2-7/8" 6.5# RTD-8 tbg, Testing tbg above slips to 9000 psi.
3-27-00	Continue PU 2-7/8" tbg & testing to 9000 psi above slips. Packer stopped @ 16927' unable to work deeper. Wait on orders. Pump: 550 psi, 64 SPM.
3-28-00	Set pkr @ 16,898' w/ 30#. Install wrap-around & tbg hanger w/ BPV in place. RD tongs & PU-LD machine. ND BOPE. NU 2-9/16'' 10K tree & test to 9000 psi. RU to reverse out. Attempt to RU equipment to reverse out. WO extra piping. RU to reverse out thru mud gas separator. Pump: 550 psi, 64 SPM.
3-29-00	RU to reverse out. Rev out tbg w/ 180 bbl 8.7 ppg cut brine. Had small 3-5' flare after pumping 95 bbl. Flare lasted for 8 min while pumping 4 BPM. Gas sample had 75 ppm H2S on hand held unit. No readings on drag tubes. Mix & pump 1170 bbl pkr fluid @ 8.9 ppg mixed w/ 550 gal PK44, 55 gal Inerchem 9000 & 15 gal ABS-70 OXY scavenger. RD reversing equip. Loosen wrap-around lugs. Latch on to on/off tool. String wt 122K. Pulled to 138. Landed tree w/ 28K comp. NU 11" 10K tbg flange. Tested BO2 bushing & ring gasket to 9000 psi. Install safety valve & choke. RU pump truck & test lines to 500 psi. Test tbg & pkr to 5100 psi. Rig released @ 23:30 hrs on 3/28/00. Pkr set @ 16,896.28'. EOT @ 16,930.10'.
3-30-00	Rigging down and moving off location.
4/13/00	Tubing casing annulus pressure is 3 psi after 24 hrs shut in.
4/14/00	Tubing casing annulus pressure is 6 psi after 48 hrs shut in.
4/16/00	Tubing casing annulus pressure is 23 psi after 120 hrs shut in.

<ul> <li>1200 bbls</li> <li>4/18/00 Tubing c.</li> <li>9/16 10K</li> <li>packer fit</li> <li>1060 bbls</li> <li>recovered</li> <li>until 180</li> <li>contamin</li> <li>bbls at 2</li> <li>1500 psi.</li> <li>Sending si</li> <li>4/19/00 POH with</li> <li>displacent</li> <li>4/20/00 Finished</li> <li>entry guia</li> <li>7" casing</li> <li>tubing. T</li> <li>liner at 10</li> <li>Tagged to</li> <li>Tagged to</li> <li>390 joints</li> <li>20 joints</li> <li>Joint #21</li> <li>Subtra</li> <li>Botto:</li> <li>Tagged to</li> <li>Tools</li> <li>KB ad</li> <li>390 joints</li> <li>150 joints</li> </ul>		API #30-02534626	
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displacen 4/20/00 Finished entry gui 7" casing tubing. T liner at 10 Tagged to 390 joints 20 joints Joint #21 Subtra Botto Tagged to Tools KB ac 390 joints 150 joints	Tubing casing annulus pressure 25 psi. Re-spot rig with longer matting board. ND 2- 9/16 10K tree. Released TOSSD. NU 11" 10K x 7-1/16 5K BOP stack. RU to reverse packer fluid to frac tanks. Welder cut collar cover around tubing head bolts. Reverse 1060 bbls 8.95 cut brine. Caught return samples as follows: with 90 bbls pumped recovered gas and black water, with 100 bbls pumped fluid cleaned up but gas continued until 180 bbls had been pumped. Gas contained in 90 bbls of return fluid. Isolated contaminated fluid and pumped balance good packer fluid in two tanks. Pumped 0 - 180 bbls at 2 - 2.5 BPM at 700 psi, 180 - 300 at 3 BPM with 1000 psi, 300 - 1060 at 5 BPM at 1500 psi. Engaged TOSSD, release 4-1/2" PLS packer. Pulled 5 stands. SDON. Sending samples of return water to lab for testing.		
entry gui 7" casing tubing. T liner at 10 Tagged to Tools KB ac 390 joints Joint #21 Subtra Botto: Tagged to Tools KB ac 390 joints 150 joints	n total of 500 joints tubing. Loaded hole we hent. Received and filled water tank for br	ith 30 bbls to replace tubing akes. SD due to high winds. SWI.	
KB ad 390 joints 20 joints Joint #21 Subtra Botto Tagged to Tools KB ad 390 joints 150 joints	<ul> <li>4/20/00 Finished pulling out of hole with tubing and packer. PU 2-3/8" EUE sub with V entry guide, 2-3/8" EUE x 2-7/8" EUE swedge, 2-7/8" EUE x 3-1/2" reg x-over 7" casing scraper, 3-1/2" reg x 2-7/8" EUE x-over, 2-7/8" EUE x 2-3/8" x-over tubing. Tagged top of 7" liner 12774.62' KB. RIH with tubing and tagged top of liner at 16835.59'. Picked up 5' and SWI and SDOH. Tagged top of 7" liner with the following tubing:</li> </ul>		
390 joints 20 joints Joint #21 Subtra Botto Tagged to Tools KB ac 390 joints 150 joints		19.59	
20 joints Joint #21 Subtra Botto Tagged to Tools KB ac 390 joints 150 joints	ljustment	19.00	
Joint #21 Subtra Botto Tagged to Tools KB ac 390 joints 150 joints	s 2-7/8" 6.5#/ft	12119.55	
Subtra Botto Tagged to Tools KB ac 390 joints 150 joints	2-7/8" 8.7#/ft	<u>618.48</u>	
Subtra Botto Tagged to Tools KB ac 390 joints 150 joints		12776.62	
Botto Tagged to Tools KB ac 390 joints 150 joints	added with 9' in	<u>9.00</u>	
Botto Tagged to Tools KB ac 390 joints 150 joints		12785.62	
Tagged to Tools KB ac 390 joints 150 joints	act 11' for tubing sub and guide	<u>-11.00</u>	
Tools KB ac 390 joints 150 joints	n of scraper with tail pipe in liner	12774.62	
KB ac 390 joints 150 joints	p of 4-1/2" liner with the following tubing	; detail: 19.59	
390 joints 150 joints	ljustment	19.00	
150 joints	2-7/8" 6.5#/ft	12119.55	
2		4669.79	
Subtra	. Stringet	16827.93	
50011	act 11' for tubing sub and guide	-11.00	
	in the theme are and fund	16816.93	
2 - 2-1	7/8" 8.7#/ft subs	17.26	
	n third sub	2.00	
	d top of the 4-1/2" liner	<u>2.00</u> 16836.19	

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#### Red Hills #4 API #30-02534626 Lea Co., NM 4/24/00 No pressure on well. RU pump truck and pump 130 bbls of 9# brine. After 90 bbls pumped, gas to surface for 20 bbls. Water was black at 90 bbls for 5 bbls. Last 20 bbls pumped, no gas and water cleared up. POH with tubing and 7" scraper. RU wireline truck and run 5.750 gauge ring with junk basket and top of 7" liner at 16833 KB. RIH with 3.750 gauge ring and junk basket to 16932 KB. Ring stopped and was sticky pulling up. Tap down on ring without success. Bottom of ring lip measures 5/32". Outside edge showed set down marks of 2/32. Found vertical groove on outside of ring. RIH with 1.750 blind box to 17626 KB. RD wireline. SWI. SDON. 4/25/00 PU Baker liner seal assembly and 7" packer. RIH with tools and tubing. Attempted to sting into PBR top at 16835' KB. Set down on liner top with and without pump kicked in. Had no indication seals were going into PBR. Bottom of seal assembly was sticking in PBR and required 5 - 7 pts pull each time to pull free. Set down a maximum of 36 pts at surface to push seal assembly in PBR. POH with tubing incomplete. (EOT is above 7" liner top.) Tools run in hole KB Corr 19.00 Seal assembly 5.90 7" Baker packer with setting tool 11.54 2-3/8" sub 6.10 2-3/8" x 2-7/8" RTS-8 X-over 0.82 390 joints 2-7/8" RTS-8 6.5#/ft N-80 12119.55 2-7/8" RTS-8 x 2-7/8" RTS-6 X-over 1.75 150 joints 2-7/8 RTS-6 8.7#/ft N-80 4669.79 540 joints total tubing, tools and KB 16834.45 2-7/8" RTS-6 sub with 1' in 1.00 End on mule shoe sub 16835.45 4/26/00 Finished POH with packer. Found bottom seal mandrel with heavy gouging from liner

Finished POH with packer. Found bottom seal mandrel with heavy gouging from liner top. Bottom mule shoe is 5" and did not have any marks. Seal mandrel is 5-3/32". PU fluted mill and TIH with tubing. Contractor delivered gravel for tanks and vessel. Roustabout crew, haul trucks and backhoe set production unit. Crew and backhoe built tank pad. Vessel was transferred from Red Hills 28 #1.

Red Hills #4 Lea Co., NM		API #30-02534626			
4/27/00	Day 8				
	Pick-up 3.5 swivel and stripper. Touched top of line	r with mill at 16836.11' KB.			
	dressing top of liner with pump truck circulating hole				
	returns. Tagged top of liner with mill at 16836.11'.	Stopped clean out with tool at			
	16841.90'. Circulated hole clean. First circulation h	ad gas to surface after 90 bbls			
	pumped. Had gas in returns for 10 bbls. POH with t	ubing and laid down tools. S'			
	SDON.				
	<u>Tubing Detail:</u>				
	KB Corr	19.00			
	Liner clean-out	8.88			
	2-7/8 sub	2.14			
	390 joints 6.50#	12119.55			
	X-over	1.75			
	150 joints 8.70#	<u>4669.79</u>			
	540 joints tubing and tools	16821.11			
	In on #151 8.70#	<u>15.00</u>			
	Top liner	16836.11			
	Cleaned out inside PBR	<u>5.79</u>			
	Bottom of mill	16841.90			
/28/00	RIH w/ Baker PBR seal assembly and tubing. Sting into PBR and pressured tubing				
	casing annulus to 1000 psi - o.k. Dropped ball and wait for 2 hrs. Pressured tubing to				
	3000 psi to test packer. Pulled 5 pts on packer to verify packer is set ok. Rotated out of				
	packer. Circulate bottoms up. Started recovering ga	s in fluid after 92 bbls pumpe			
	Recovered 8 bbls of gas cut fluid and then clean for 3	30 bbls. Total pumped - 130 b			
	Pulled 2 stands and SWI, SDON. Contractor set 1 -	300 bbl fiberglass tank and 1			
	bbl steel tank. Roustabout crew installed walk way a				
	Tubing detail for setting seal assembly and 7" packet				
	K.B. correction	19.00			
	7" Baker F-1 packer with 5' seal assembly	8.27			
	2-3/8" sub	6.10			
	2-3/8" x RTS-8 S-over	0.82			
	390 joints 2-7/8" RTS-8 6.5 #/ft	12119.55			
	2 7/8" RTS-8 x 2 7/8" RTS-6 X-over	1.75			
	150 joints 2-7/8" RTS-6 8.7#/ft	<u>4669.79</u>			
	540 joints tubing and tools	16825.28			
	2 - 2-7/8" subs	<u>10.00</u>			
		16835.28			
	More detailed schematic and tubing detail to follow.				
/29/00	POH w/ tubing and Baker setting tool. SWI, SDON.	Welder and crew installing f			
	line to stack pack. Crew installing connections on ta	nks.			

Red Hills #4 Lea Co., NM		API #30-02	2534626		
5/01/00	RIH with 3.750 gauge ring and junk basket to 16932'. Tagged bad spot in the casing. RD wireline equipment. RU testers, make up and test subs to 9000 psi. Wait on Halliburton. RIH with subs, packer and 270 joints of tubing. Test tubing above slips to 9000 psi. Tested packer to 7500 psi. Roustabout crew building battery. Tubing to be run				
		WL re-entry guide	0.40		
		2-3/8" EUE 8rd L-80	10.10		
		2-3/8" Howco 1.875" X profile	1.18		
		2-3/8" EUE 8rd L-80	10.10		
	2-3/8" H	EUE 8rd L-80	8.11		
		4-1/2" x 2-3/8" Howco PLS mech. set. 60 pts shear	3.93		
		4-1/2" x 2-3/8" XL on/off with 1.875" X profile bonded seals	s <u>1.36</u>		
	3 jts	2-3/8" EUE 8rd L-80	95.42		
		2-3/8" EUE x 2-7/8" RTS-8 X-over ID 1.984, OD 3.0937	0.82		
	390 jts	2-7/8" RTS-8 6.5#/ft	12119.55		
		2-7/8" RTS-8 x 2-7/8" RTS-6 X-over	1.75		
	149 jts	2-7/8" RTS-6 8.7#/ft	4640.12		
		2-7/8" pin x pin RTS-6 ID 2.1875X OD 3.5"	0.50		
		2-7/8" RTS-6 8.7#/ft	29.67		
	542 tota	al tubing and tools	16923.01		
		KB correction with 10' compression on packer	15.00		
		End of WL re-entry guide	16938.01		

7" liner 12774.62', 4-1/2" liner 16835.59 - 2.9 for 7" packer = 16832.69'.

Red Hills #4

### API #30-02534626

Lea Co., NM		AT1 #30-0	12334020
5/02/00	Tested around tubing t	th balance tubing. Set packer with top at 16906' KB. Installe tubing casing annulus to 2450 psi – ok. ND BOP and spools. and tree. Tested tree to 9000 psi – ok. Land flange and SWI o 9000 psi. Pump truck rolled tanks and packer fluid. Treate cker fluid. Balance fluid was circulated out of hole at the star detail	Installed 11" wrap SDON. Tested all d 500 bbls 9# brine
		WL re-entry guide	0.40
		2-3/8" EUE 8rd L-80	10.10
		2-3/8" Howco 1.875" X profile	1.18
	0.0/0/IT	2-3/8" EUE 8rd L-80	10.10
	2~3/8 1	EUE 8rd L-80 4-1/2" x 2-3/8" Howco PLS mech. set. 60 pts shear	8.11
		4-1/2 x 2-3/8" However PLS meetil, set, of pits shear 4-1/2 x 2-3/8" XL on/off with 1.875" X profile, bonded sea	3.93 als 1.36
	3 jts	2-3/8" EUE 8rd L-80	95.42
	5.00	2-3/8" EUE x 2-7/8" RTS-8 X-over ID 1.984, OD 3.0937	0.82
	390 jts	2-7/8" RTS-8 6.5#/ft	12119.55
	•	2-7/8" RTS-8 x 2-7/8" RTS-6 X-over	1.75
	149 jts	2-7/8" RTS-6 8.7#/ft	4640.12
		2-7/8" pin x pin RTS-6 ID 2.1875X OD 3.5"	0.50
	l jt	2-7/8" RTS-6 8.7#/ft	<u>29.67</u>
	545 Jts	total tubing and tools KB correction 27' of 27'	16923.01
		KB contection 27 of 27	<u>27.00</u> 16950.01
		10' of compression	<u>10.00</u>
		EOT KB	16940.01
	Top of j 7" liner	packer at 16906.20, top of 2-3/8 tubing at 16809.64, X nipple 12774.62', 4-1/2" liner 16835.59 - 2.9 for 7" packer = 16832.	at 16928.33. 69'.
5/03/00	Release oxygen bbls. Pu	ng to displace tubing with nitrogen and perforate Devonian d TOSSD. Reversed 1050 bbls 9 PPG brine with packer fluid scavenger. After 90 bbls pumped, black water and gas cut flu imped balance fluid. Lower tree to wellhead. Finished weldin bout crew going through stack pack. Washed out fire tube.	id returns for 6-8
5/04/00	water an nitrogen tightene flange b and test 16820. 5360. T entrance tubing a	d TOSSD. Reversed 120 bbls packer fluid. With 90 bbls pur nd gas cut fluid for 4 bbls. RU Cudd and displace tubing with a. Ending tubing pressure 4700 psi. Engaged TOSSD, land w ed locking screws. Bled tubing pressure to 2400 psi and RD ( bolts and test wrap-around and ring gasket to 7500 psi. RU So lubricator to 4500 psi. Ran 1 11/16 sinker bar, GR and CCL Found fluid level between 13150 – 13500. Calculated BHP a Cubing pressure 2500 psi. Perforate 17,468-17,472 with 1 11, e hole, 16.8# penetration, 6 SPF and 45 deg phasing. No press fiter shot. SWI, SDON. Cleaned and removed 3 frac tanks.	115,000 SCF of vrap-around and Cudd. Tightened 11" clumberger wireline from 17,644 to at perforations at /16" Enerjet, .28 ssure increase on Crew ran flowlines

from separator to tanks. Will make remaining runs with guns 5/5/00.

Red Hills #4 Lea Co., NM					API #30-02534626
5/05/00	+/- 45 ( 17543 ) on tubi	degree phasing (43 holes), 17	g from 1750 543-17554 ( evel at 13,20	4–17513 (54 ho 67 holes). All	nce hole, 16.8" penetration. Perforated bles), 17513–17522 (53 holes), 17530– perforating was done with 2400 psi N2 in pressure up or down. RD
5/06/00	estimat	ted 20-30 MCI	F/day on 48/	down N2. Gas 64 choke (wide H2S content is	to surface after 57 minutes. Flaring e open) with 10-15 psi. TP is result of H 18 PPM.
5/07/00	Flowin	g well at estin	nated 20-30	MCFD on 48/6	4 choke with 10-15 psi.
5/08/00	RIH wi 17# TP	ith slickline. I P. RDMOPU.	Fluid level a	t 12300' scatter	red to 12800' Well flowing 20 MCFD
5/09/00	SCF of to 4500	N2 to increas (N2 to increas) psi. RIH wit	e tubing pre h 1 11/16" E	ssure to 2000 p	essure. RU Cudd and pumped 70000 si. RU Schlumberger. Tested lubricate n to perforate 17554-567'. Guns did no SDON.
5/10/00	Tubing pressure 2200 psi. This is a 100 psi increase over N2 pressure from previous RIH with 1 11/16" Enerjet 6 spf, +-45 deg strip guns. Perforate 17554-17567'. Press increased as follows: 5 min-2400, 10 min-2500, 14 min-2800, 23 min-3150, 31 min-3300, 38 min-3500, 52 min-3600. Shut in and RD Schlumberger. Note: gun debriss rat hole up to 17585. After 126 min, tubing pressure was 3600 psi. Opened well as follows:				
					• •
	<u>Time</u>	Pressure	<u>Choke</u>	Gas Rate	Remarks
	12:36	3625	15/64	<u>Gas Rate</u>	
	12:36 12:52	3625 3050	15/64 10/64		
	12:36 12:52 1:00	3625 3050 3050	15/64 10/64 10/64	548	
	12:36 12:52 1:00 1:15	3625 3050 3050 2323	15/64 10/64 10/64 10/64	548 667	<u>Remarks</u>
	12:36 12:52 1:00 1:15 1:28	3625 3050 3050 2323 1800	15/64 10/64 10/64 10/64 14/64	548	Remarks Fluid to surface, choke plugging
	12:36 12:52 1:00 1:15 1:28 2:00	3625 3050 3050 2323 1800 3325	15/64 10/64 10/64 10/64 14/64 10/64	548 667 680	Remarks Fluid to surface, choke plugging Unloading fluid, 16.5 bbls total
	12:36 12:52 1:00 1:15 1:28 2:00 2:30	3625 3050 3050 2323 1800 3325 4340	15/64 10/64 10/64 10/64 14/64 10/64 7/64	548 667 680 968	Remarks Fluid to surface, choke plugging
	12:36 12:52 1:00 1:15 1:28 2:00 2:30 3:00	3625 3050 3050 2323 1800 3325 4340 4640	15/64 10/64 10/64 10/64 14/64 10/64 7/64 5/64	548 667 680 968 1059	Remarks Fluid to surface, choke plugging Unloading fluid, 16.5 bbls total
	12:36 12:52 1:00 1:15 1:28 2:00 2:30 3:00 3:30	3625 3050 3050 2323 1800 3325 4340 4640 4700	15/64 10/64 10/64 10/64 14/64 10/64 7/64 5/64 5/64	548 667 680 968 1059 1035	Remarks Fluid to surface, choke plugging Unloading fluid, 16.5 bbls total
	12:36 12:52 1:00 1:15 1:28 2:00 2:30 3:00	3625 3050 3050 2323 1800 3325 4340 4640	15/64 10/64 10/64 10/64 14/64 10/64 7/64 5/64 5/64 5/64	548 667 680 968 1059	Remarks Fluid to surface, choke plugging Unloading fluid, 16.5 bbls total 23.5 bbls total recovered
	12:36 12:52 1:00 1:15 1:28 2:00 2:30 3:00 3:30 4:00	3625 3050 2323 1800 3325 4340 4640 4700 4725	15/64 10/64 10/64 10/64 14/64 10/64 7/64 5/64 5/64	548 667 680 968 1059 1035	Remarks Fluid to surface, choke plugging Unloading fluid, 16.5 bbls total

5/11/00, tubing pressure at 8:00am, 5300 psi.

### Red Hills #4 Lea Co., NM

5/11/00

### API #30-02534626

SITP 5	300 psi. Flow	ved well as fo	ollows:	
<u>Time</u>	<b>Pressure</b>	<u>Choke</u>	MCF/Day	Remarks
8:00	5300	Shut in		Heat stack pack
8:45	5300			Open well on 6/64
9:00	5100	6/64	1.485	•
10:00	4750	6/64	1.065	
11:00	4725	6/64	1.051	
12:00	4725	6/64	1.039	
1:00	4700	6/64	1.030	
2:00	4700	6/64	1.032	
3:00	4650	6/64	1.080	Measured 4000 ppm H2S
4:00	4650	6/64	1.080	11
4:30	4650	6/64	1.080	-

SWI at 4:30 pm, 5/11/00. RD flare equipment. Pipeline has 6000' of ditch cut. Line length 15,000'.

- 5/12/00 SI waiting on pipeline.
- 5/15/00 SI waiting on pipeline. SITP @ 5350 psi
- 5/16 5/23/00 SI waiting on pipeline.

5/24/00 RU Pro Well Service. RIH with tandem electronic pressure gauges on stainless steel slickline. Making gradient stops. When gauges reached 13,200, pick up drag increased. Continued RIH to 15,200. Drag becoming excessive. POH with gauges. Found iron sulfide around gauges. RDMO Pro. Left well shut in. Pressure as follows:

Depth	Pressure
<u>Ft</u>	<b>PSIA</b>
0	5233.80000
2000	5472.10000
4000	5684.60000
6000	5906.00000
8000	6124.20000
10000	6338,50000
12000	6549.10000
14000	6752,70000
14900	6845,90000

- 5/25/00 Purged El Paso line. Pressured line to normal line pressure 840#. Started selling gas at 2:00 pm, 5/25/00. Rate at 8:00 am, 5/26/00 at 1.2 MMCFD with 4700 FTP. No liquids produced.
- 5/25/00 SITP at 5350 psi. Turn well down sales line to purge line. Pressure sales line to 840 psi. Started selling gas at 2:00 pm, 5/25/00. Flowing on 6/64 choke at 1.3 MMCFD at 4750 psi FTP. Left well flowing to sales. Produced 932 MCFD. Report time 7:00 am 5/26/00: 1.22 MMCFD, 4700 FTP, 6/64 choke, 0 fluid.



Red Hills #4 Lea Co., NM	API #30-02534626
5/26/00	Flow 14 hours at 1.2 - 1.3 MMCFD at 4700 - 4600 FTP. Well unloaded 5 bbls fluid in 1 hour. Fluid appeared to be water. Continue flowing well. Produced 1.22 MMCFD, 5 BW last 24 hours. Report time, 7:00 am, 5/27/00: 1.29 MMCFD, 4800 FTP, 6/64 choke.
5/27/00	Waha gas plant lost compressor. Choke well back to 3/64 for 11 hours while gas plant having problems. Back on 6/64 choke. Flowed 920 MCF, 1-1/2 BW last 24 hours. Report time, 7:00 am, 5/28/00: 1.25 MMCFD, 4790 FTP, 6/64 choke.
5/28/00	Produced 1.21 MMCF, 1 BW last 24 hours. Report time 7:00 am, 5/29/00: 1.32 MMCFD, 4750 FTP, 6/64 choke. Released test supervisor. Turned well over to pumper. Production report will lag behind one day from this point forward.
5/31/00	0 oil, 1322 MCF, 0 water, 4500 tbg pressure
6/01/00	0 oil, 1608 MCF, 0 water, 4450 tbg pressure