Submit 3 Copies			
To Appropriate			
District Office			
DISTRICT I			

P.O. Box 1980, Hobbs, NM 88240

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

 \Box

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, NM 87505 30-045-32023

WELL API NO.

Indicate Type of Lease STATE FEE

State Oil & Gas Lease No. E-3095

Well No.

Lease Name or Unit Agreement

Cox Canyon Unit

1C

BLANCO MV/BASINFDK

Pool name or Wildcat

DISTRICT II 811 South First, Artesia NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEREN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM, C-101) FOR SUCH **PROPOSALS**

Type of Well:

Oil Well Name of Operator

1.

WILLIAMS PRODUCTION COMPANY Address of Operator

P O BOX 3102, MS 25-2, TULSA, OK 74101 Well Location (Surface)

Unit letter E: 2095 feet from the NORTH line & 500 feet from the WEST line Sec 16-32N-11W SAN JUAN, NM

10. Elevation (Show whether DF, RKB, RT, GR, etc. 6303' GR

Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO:

Gas Well

SUBSEQUENT REPORT OF:

ALTERING CASING

PERFORM REMEDIAL WORK

PLUG AND ABANDON

CHANGE PLANS

REMEDIAL WORK

Other

COMMENCE DRILLING OPNS.

PLUG AND **ABANDONMENT**

PULL OR ALTER CASING

TEMPORARILY ABANDON

OTHER:

CASING TEST AND CEMENT JOB OTHER: Drilling Complete

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.

03-10-2004 MIRU Aztec #124 from Aztec yard to location. Continue hauling rock & work on lease road. Problem section of road about 200 yards in length located 3/10ths of a mile form location. Raise derrick & RU, mix spud mud, hold safety meeting, rig inspection. Drill rat & mouse hole.

03-11-2004 Finish drilling rat hole. Strap DC's & 9-5/8" csg. Spud surface hole @ 0730 hrs, 3/10/04. Drill 12 1/4" hole from 0' to 2621 . Circulate & condition hole, drop Totco, TOOH to run 9-5/8" csg. Run 6 jts 9-5/8", 36#, K-55, ST&C csg to 251', no float. RU BJS, run 10 bbls FW pre-flush. Cmt w/ 175 sxs (44 bbls) Type III cmt w/ 2% CaCl & .25 PPS cello-flake mixed @ 14.5 ppg, 1.41 YD. Displace w/ 16 bbls FW, late pump pressure 78 psi, circulate 16 bbls cmt to surface. RD BJS, finish displacement @ 1733 hrs. WOC. NU BOPE, test to 1500 psi hi & 250 low, test csg to 1500 psi for 30 min, all held OK. 24-hr forecast: drill cmt, drill 8 3/4" intermediate section.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.				
SIGNATURE HOREY ROSS	TITLE:SR. Production Analyst	DATE: <u>N</u>	1arch 30, 2004	
Type or print nameTRACY ROSS		Telephone N	o: <u>(918) 573-6254</u>	
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APPROVED // //	OAS METECHIA	· •	APR - 2 2004	
(This space for State (Se) APPROVED (Mark) BY	DEPUTY OIL & GAS INSPECTOR, DIS	i. Æ	DATE	
Conditions of approval, if any:				

<u>03-12-2004</u> Test BOPE to 1500 psi hi & 250 lo, all held OK. TIH w/ 8 ¾" bit, tag cmt @ 220'. Service rig, hold safety meeting. Drill cmt & equipment. Drill 8 ¾" hole from 262' TO 793', WLS @ 753' – 1 deg. Drill 8 ¾" hole from 793' to 1255'. WLS @ 1255' - 1 deg. Drill 8 ¾" hole from 1255' to 1764'.

03-13-2004 Drill 8 34" hole from 1764' to 2410'. Increase rotary rpm's to 80-100, decrease wt on bit to 20-22K.

<u>03-14-2004</u> Freeing Kelly hose & tong line from Kelly. Disable reverse on Kelly spinner, set full string wt on bit while freeing Kelly hose. Circulate & condition, visually inspect drilling line, OK. TOOH to check bit #2, wash & ream to bottom. Drill 8 ¾" hole from 2410' to 2759'.

03-15-2004 Drill 8 %" hole from 2759' to 2848'. TD 8 %" hole section @ 2848', 1000 hrs, 3/14/04. Circulate & condition hole, short trip 10 stds. Circulate & condition hole. Drop Totco, TOOH, LD BHA, no survey, misfire. RU csg crew, XO rams. Run 64 jts 7", 20#, J-55, ST&C csg, wash 65' to bottom, 6' of fill. Circulate & condition. PU landing jt & land mandrel, csg shoe @ 2843', insert baffle @ 2803'. RU cementers. Cmt csg as follows: pump 10 bbls FW spacer ahead. Lead: 380 sxs (104.5 bbls) Type III 65/35 poz w/ 1% ChCl, .25% celloflake & 8% Bentonite @ 12.1 PPG, 2.08 yd. Tail: 50 sxs (8 bbls) Type III w/ .25% cello flake @ 14.5 ppg, 1.4 YD. Displaced w/113 bbls FW. Bumped plug @ 2052 hrs w/ 1691 psi. Lost circulation & regained circulation several times in displacement. No cmt to surface. Final pressure 720#, est difference 731#. Check float, held OK, RD cementers. WOC to run temp survey. RU blooie lines. Prepare to air hammer drill. Start running temp survey

03-16-2004 Run temp survey, top of cmt 200' - 250'. Contact NMOCD, receive permission to resume operations. Change out 7" rams to 3.5" rams. RD floor, CO kelly's, PU & test air hammer. PU 10 4 1/2" DC's, TIH. Drilling cmt & float equipment. Dry hole, dusting, drill from 2848' to 3368', trip to move string float. Drilling 6 1/4" hole from 3368' to 3612'.

03-17-2004 Drilling 6 1/4" hole from 3612' to 5424', making short trips to move string float.

03-18-2004 Drill 6 1/4" hole from 5424' to 6113'. TD 6 1/4" hole @ 1330 hrs 3/17/04. Circulate & condition, trip for string float. TOOH for logging run, RU loggers. Logging well w/ HRI/SDL/DSEN/GR ran in combination. Logs went to 6115', RD loggers. TIH w/ 6 1/4" bit, LD DP & BHA, RU csg crew.

03-19-2004 RU csg crew, wait on 4 ½" rubber for rotating head. Change rotating head rubber to 4 ½". Run 75 jts 4 ½", 10.5#, ST&C csg & 4 ½" liner hanger. TIH w/ 4 ½" liner. Circulate, hang liner, liner shoe @ 6107', liner top @ 2741'. RU BJ, cmt csg as follows: pump 10 bbls gelled FW spacer ahead. Lead: 75 sxs (34.43 bbls) Premium Lite HS FM w/ 1% FL-52, .2% CD-32, 3 lb/sk CSE, ¼ lb/sk Cello Flake @ 11.6 ppg, 2.58 YD. Tail: 101 sxs (38.64 bbls) Premium Lite HS FM w/ 1% FL-52, .2% CD-32, 3 lb/sk CSE, ¼ lb/sk Cello Flake, 4% Pheno-Seal @ 12.3 ppg, 2.15 YD. Displaced w/ 73.4 bbls FW, bumped plug @ 14:18 hrs w/ 1245#. Check float, held OK. Circulate 5 bbls excess cmt to surface, RD cementers. LDDP, break Kelly, ND BOPE, rig down. Release rig @ 06:00 hrs 3/19/2004.