| In Lieu Form 31<br>(June 19   | 160 DEPARTM  | ED STATES<br>ENT OF INTERIOR<br>AND MANAGEMENT   | FORM APPROVED Budget Bureau No 1004-0135 Expires: March 31, 1993  |  |  |  |
|---|--|--|---|--|--|--|
| SUNDRY NOTICE AND Do not use this form for proposals to drill or to deepen or TO DRILL" for permi |  | r reentry to a different reservoir. Use "APPLICATION   | Lease Designation and Serial No     NMSF-078765      If Indian, Allottee or Tribe Name                    |  |  |  |
|   |  | it for such proposals  |   |  |  |  |
|   | SUBMIT IN 7  | RIPLICATE 2008   | 7 If Unit or CA, Agreement Designation Rosa Unit  |  |  |  |
| 1   | Type of Well Oil Well X Gas Well Other   | APR 0 2 2008  APR 0 2 2008  APR 0 2 2008  Bureau of Land Field Strice  | 8 Well Name and No.<br>Rosa Unit #261A  |  |  |  |
| 2.  | Name of Operator WILLIAMS PRODUCTION COMPANY   | aureau or Land Field   | 9. API Well No<br>30-045-34258  |  |  |  |
| 3.  | Address and Telephone No.<br>PO Box 640 Aztec, NM 87410-0640                             |  | 10. Field and Pool, or Exploratory Area Basin Frutland Coal   |  |  |  |
| 4.  | Location of Well (Footage, Sec., T, R., M, or Sur 1695 FNL & 350 FEL, sec 9, T31N, R6V   | or Survey Description)  11. County or Parish, State San Juan, New Mexico   |   |  |  |  |
|   | CHECK APPROPRIA  | TE BOX(s) TO INDICATE NATURE OF NOTICE, REP  | ORT, OR OTHER DATA  |  |  |  |
|   | TYPE OF SUBMISSION   | ТҮРЕ   | DF ACTION   |  |  |  |
| Na  | X Notice of Intent   | Abandonment  | Change of Plans   |  |  |  |
| 4   | Subsequent Report  | Recompletion<br>Plugging Back  | New Construction Non-Routine Fracturing   |  |  |  |
|   | Fınal Abandonment  | Casing Repair Altering Casing  | Water Shut-Off Conversion to Injection  |  |  |  |
|   |  | X Other <u>Cavitation</u>  | Dispose Water   |  |  |  |
|   |  |  | (Note Report results of multiple completion<br>on Well Completion or Recompletion Report<br>and Log form) |  |  |  |
| 13  |  | d or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is ed, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* |   |  |  |  |
| out and   |  | drilled this well late in 2007. Due to the seaso<br>lans to move on and cavitate this well as per a  |   |  |  |  |
|   |  |  | RCVD APR 7'08<br>OIL CONS. DIV.   |  |  |  |
|   |  |  | DIST. 3   |  |  |  |
|   |  | CONDITIONS OF API<br>Adhere to previously issued   | PROVAL<br>stipulations.   |  |  |  |
| 14  | I hereby certify that the foregoing is true and co                                       | rrect  |   |  |  |  |
|   | Signed Larry Higgsits  | Title <u>Drilling C O M</u> Da   | te <u>4-2-08</u>  |  |  |  |
|   | (This space for Federal or State office use)  Approved by  Conditions of approval if any | Title Petr. C.   | ng. Date 4 3/008  |  |  |  |

**NMOCD** 

Title 18 U.S.C Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



## **Cavitation Procedure**

Well Name: Rosa Unit #261A

DATE:

Field:

April 1, 2008

**Location Surface:** 

1695 FNL, 350' FEL

Basin Fruitland Coal

Sec 09H- T31N - R6W

San Juan County, NM

API Number:

30-045-34258

**Location Bottom Hole:** 

1056' FNL, 652' FWL

San Juan County, NM

AFE Number:

WT 10765

4524

Sec10(D)-T31N-R6W

Elevation:

6447' GR

Oracle ID:

OGRE ID:

62178219

Team Lead:

Matt Lain

METER NO:

82145

Technician:

Kenny Schwettman

RUN NUMBER:

4-35

| Casing:         | <u>Diameter</u> | Wt, Grade          | Depth | <u>Hole</u>          |
|-----------------|-----------------|--------------------|-------|----------------------|
| Surface         | 9-5/8"          | 36#, J-55          | 332'  | 1 <del>2-1/4</del> " |
| Intermediate    | 7"              | 23#, J-55          | 3420' | 8-3/4"               |
| Liner           | None            |                    |       |                      |
| TD              |                 | `                  | 3555' |                      |
|                 |                 |                    |       |                      |
| <u>Tubing</u> : | 2-7/8"          | 6.5#, <b>J-</b> 55 | 3421' | (104 Jts)            |

WORK OBJECTIVE: Cavitate and install Beam Pumping Unit System.

- 1. MIRU, kill well.
- 2. ND tree, & NU BOP's.
- 3. POOH with tubing.
- 4. Cavitate open hole to 3420-3555'.
- 5. Run Liner and perforate.
- 6. MU mud anchor, 2.28" F Nipple, standing valve, test tubing, and land @ 3250'. (+/- 200' Dyna Coil)
- 7. ND BOP's & NU sucker rod wellhead assembly.
- 8. Run 1-1/4" insert pump and 3/4" sucker rods.
- 9. Test tubing and pump integrity to 500 psi.
- 10. Release rig.
- 11. Return to production.

## Rosa Unit #261A Well Cavitation Procedure

**Current Status:** The well was drilled out, under reamed and put on production without cavitation being done due to winter closure.

**Pre-Job Planning:** Notify BLM 24 hrs prior to moving in. Contact Mark Lepich, CBM team lead, and Terry Carpenter, drilling superintendent, to discuss job scope and logistics. Confirm all surface facilities are secure prior to MIRU. Review liner and tubular requirements with Ron Cochran, FOA.

TITLE SIGNATURE

COMPLETION ENGINEER Kirk Place 8/21/2007

DRILLING SUPERINTENDENT Terry Carpenter 8/21/2007

**Safety Reminders:** Safe operations are very important at all Williams Production Company properties and facilities. To further this goal, the wellsite supervisor or rig tool pusher at the location shall request tailgate safety meetings prior to initiation of work and also prior to any critical operations. All company, contract, and service personnel present at the location shall attend these tailgate safety meetings. All parties shall review proposed upcoming steps, procedures, and potentially hazardous situations. Occurrence of these meetings shall be recorded in the Daily Report.

Smoking is not allowed except in areas designated by the wellsite supervisor or rig toolpusher. Hard hats and steel toed shoes will be worn on location. Personnel arriving on location shall check in with the wellsite supervisor or rig toolpusher.

See attached current wellbore schematic for other wellbore details.

**Pre-Job Planning and Notes:** Notify Mark Lepich, CBM Team Leader a minimum of 48 hours prior to commencing any work and after job is completed.

Lock-out and tag-out surface facilities per Williams E&P Safety Policy and Procedures.

Ensure that rectifier for cathodic protection is turned off before any work is performed. Notify cathodic protection personnel after job is complete so cathodic protection can be reactivated.

## Rosa Unit #261A Well Cavitation Procedure

- 1. Notify BLM 24 hours prior to moving in. Have rig anchors tested 5 days prior to moving on location. Confirm with Mark Lepich that the rig pit is ready.
- 2. Hold daily safety meetings to discuss job scope and emergency response plans. If the procedure changes or critical tasks are involved revisit safety concerns before continuing work.
- 3. MIRU service unit and air package.
- 4. Kill well as necessary.
- 5. ND wellhead and NU BOP, HCR Valve ("Cav" package) and choke manifolds. Perform BOP test as per SOP (function test pipe ram and blind ram).
- 6. Pull tubing hanger, TOOH with 2-7/8".
- 7. TOOH standing back, inspect and replace damaged tubing. Confirm PBTD with tubing tally and PBTD reported on wellbore diagram. Note tbg hanger/wellhead condition and contact Antelope for repair/replacement as necessary.
- 8. PU 6-1/4" bit on 2-7/8" DP and DCs and TIH. Clean out to original TD.
- 9. PUH into 7" and start natural/pressure buildup surges as the well dictates. Repeat process and discuss with engineer for specific process going forward.
- 10.PU 5-1/2" liner on 2/7/8" DP. RIH with liner and LA set shoe, rotate down if necessary. Land at TD with ~100' of overlap in 7" csg. TOOH w/ DP and LD.
- 11.MIRU perforating crew. Hold safety meeting. Perforate 4 spf w/ 0.50" EHD as instructed.
- 12. Run production tubing, pump and rods according to procedure to be provided by production engineer.
- 13. RDMO. Notify CBM team.

## ROSA UNIT COM #261A BASIN FRUITLAND COAL

Surface Location:

1695' FNL and 350' FEL SE/4 NE/4 Sec 09(H), T31N, R06W

San Juan, NM

Bottom Hole Location:

1056' FNL and 652' FWL NW/4 NW/4 Sec 10(D), T31N, R06W

San Juan, NM

Elevation: 6447' GR API # 30-045-34258

Top

Depth

Ojo Alamo

2673'

Kirtland

2822'

Fruitland

3332'

Pictured Cliffs

3537'

Well is producing open hole @ 3420' - 3556'

Spud: 06/23/07

Completed: 11/11/07

1st Delivered. 12/20/07

8 jts 9-5/8", 36#, J-55, ST&C @ 332'.

104 jts of 2-7/8", 6.5#,J-55 tbg @ '3421' as follows: 2.28" "F" nipple on bottom & 104 jts tbg.

74 jts 7", 23#, J-55, LT&C @ 3420'.

TD @ 3556' MD

Open hole from 6-1/4" to 9-1/2" from 3418' to 3555'

| Hole Size | Casing      | Cement  | Volume      | Top of Cmt |
|-----------|-------------|---------|-------------|------------|
| 12-1/4"   | 9-5/8", 36# | 170 sxs | 240 cu.ft.  | Surface    |
| 8-3/4"    | 7", 23#     | 550 sxs | 1120 cu ft. | Surface    |
|           |             |         |             |            |