State of New Mexico Form C-103 Submit 3 Copies Energy, Minerals and Natural Resources Department Revised 1-1-89 to Appropriate District Office OIL CONSERVATION DIVISION DISTRICT WELL API NO. P.O. Box 1980, Hobbs, NM 88240 30-039-25315 DISTRICT II 5. Indicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 FEE XX STATE DISTRICT III 6. State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 SUNDRY NOTICES AND REPORTS ON (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEED 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: Northeast Blanco Unit WELL WELL XX 8. Well No. 2. Name of Operator 479R Blackwood & Nichols Co., Ltd. 9. Pool name or Wildcat 3. Address of Operator P. O. Box 1237, Durango, Colorado Basin Fruitland Coal 590 57 6 BOTTOMHOL Location 100/16 D North SURFACE Unit Letter 1166 Feet From The 2315 West С North Line Feet From The Line and Rio Arriba **NMPM** County 30N Range Township Section 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 6315' GL Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: ALTERING CASING PLUG AND ABANDON REMEDIAL WORK PERFORM REMEDIAL WORK PLUG AND ABANDONMENT COMMENCE DRILLING OPNS. TEMPORARILY ABANDON **CHANGE PLANS** CASING TEST AND CEMENT JOB XX **PULL OR ALTER CASING** OTHER: OTHER: 12. 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. NU BOP 9-09-93 Cut off 9-5/8", weld on bradenhead. Test welds. stack, hook up flowline to double-screen shale shaker. 9-10-93 Make 92' in 4 hours drilling. Surveys: 1/2° at 150' and Drill out shoe jts, 48' cement, and 92' formation. 1° at 308'. TOH, wait on weighted DP. PU mud motor, MWD monel DC, another monel DC, 9 jts weighted DP, TIH. Condition mud. 9-11-93 Made 1083' in 19-1/4 hours drilling. Inclination = 50.2°; azimuth = 304.4° ; MD = 1491'; and TVD = 1236'. 9-12-93 Made 209' in 8 hrs drilling. Wash and ream from 548' to 1491'. BHA = bit, mud motor, crossover, short DC, IBS, MWD, monel collar, monel collar, two 6-1/2" DC, and 35 jts weighted DP. Inclination = 50.1°; azimuth = 304.3°; MD = 1700'; and TVD = 1440'. Continued on attached page I hereby certify that the information above is true and complete to the best of my knowledge and belief.

District Superintendent DATE 10-15-93 TELEPHONE NO. 303/247-0728 Al Rector TYPE OR PRINT NAME

APPROVED BY

(This space for State Use) Original Signed by CHARLES GHULSON

TITLE DEPUTY OIL & GAS INSPECTOR, DIST. #3 UCI

- 9-13-93 Made 639' in 22-3/4 hours drilling. Inclination = 49.9°; azimuth = 303.7°; MD = 2130'; and TVD = 1860'. (1360' horizontal displacement).
- 9-14-93 Made 421' in 16-1/4 hours drilling. Inclination = 47.7°; azimuth = 300.9°; MD = 2551'; and TVD = 1969'.
- 9-15-93 Made 534' in 21 hours drilling. Drop 5° in last 534'. Hole in good shape. 1 round of torque, 5-10,000# drag.
- Inclination = 42.9°; azimuth = 297.7°; MD = 3085'; and TVD = 2336'.
 9-16-93 Made 360' in 16-1/4 hours drilling. Deviation drop 5° per
 100' on average. Inclination = 28.9°; azimuth = 300.3°; MD =

3445'; TVD = 2626'.

- 9-17-93 Made 400' in 21-1/2 hours drilling. with bit no. 5 and mud motor, 30-40,000# WOB. Mud weight 9.4 ppg, vis 50, WL 6.4, 2/32 cake, pH 9.3; 8.0% solids. Inclination = 5.79°; azimuth = 305.04°; MD = 3845'; TVD = 3050'. TD 8-3/4" hole at 4:30 a.m., 9-17-93, inside target area.
- 9-18-93 POOH, laying down DP. LD mud motor, 2 monel DC, and MWD tools. PU rerun 8-3/4" ST&C bit, 6 pt reamer, 30' DC, 3 pt. reamer, jars, 30' DC, and 35 jts weighted pipe. Start reaming hole at 581'.
- 9-19-93 Ream out hole with BHA of 8-3/4" bit, 6 pt reamer, 1 DC, 3 pt reamer, jars, 1 DC, and 35 jts weighted pipe. Ream hole to TD at 3845'. TOH laying down DP and BHA. RU to run 7" 23# csg. Start in hole with csg at 3:00 a.m. PU cement nose guide shoe, 1 jt 7" 23# N-80 LT&C csg with insert float. Run csg.
- 9-20-93 Finish running 7" csg at 8:00 a.m. Ran 89 jts (3,831.65') 7" 23# N-80 LT&C, set at 3844.65", insert float at 3800.58'. (Ran centralizers as per procedure). RD csg. crew, RU cementers. Pump 20 Bbl mud flush. Lead cement: 183 Bbls (1360 cf) 13.2 ppg Howco Lite (yield 1.54) with 1/4 #/sk flocele, 1.2% HA-22, and 2% CaCl. Tail in with: 27 Bbls (148 cf) Class B with 1/4 #/sk flocele and .4% Halid 344. Circulate 40 Bbls good cement to pit. Plug down at 11:30 a.m. Bump plug with 1600 psi. Release pressure, float held. RD cementers. ND BOPs, set slips on 7" csg, cut off. NU dual BOPs for completion. WOC.