In Lie	u of
Form	3160
(June	1990)

1.

2.

3.

UNITED STATES DEPARTMENT OF INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

If Unit or CA, Agreement Designation

SUNDRY NOTICE	AND	REPORTS	ON	WEL	LS
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Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION TO DRILL" for permit for such proposals

5. Lease Designation and Serial No. NM-010910

6. If Indian, Allottee or Tribe Name

NM 32-11 COM

API Well No.

Well Name and No.

NM 32-11 COM #2C

BLANCO MV/BASIN DK

7.

8.

SHEA	/IT	INI	TRIPI	ICATE

- Type of Well Oil Well X Gas Well Other
 - 9. Name of Operator
- WILLIAMS PRODUCTION COMPANY 30-045-33077 10. Field and Pool, or Exploratory Area Address and Telephone No. PO Box 640 Aztec, NM 87410-0640
 - Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 1980 FNL & 2010 FEL, Sec 19, T32N, R11W San Juan, New Mexico

CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent	Abandonment	Change of Plans				
	Recompletion	New Construction				
X Subsequent Report	Plugging Back	Non-Routine Fracturing				
	Casing Repair	Water Shut-Off				
Final Abandonment	Altering Casing	Conversion to Injection				
	X Other <u>Multiple zone completion</u>	Dispose Water				
		(Note: Report results of multiple completion				
		on Well Completion or Recompletion Report				
		and Log form.)				

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting afty proposed work. If well is 13. directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Williams Production Company, LLC. hereby requests authority to drill this as a Mesa Verde/Dakota dual as per attached operations plan.



5

14.	I hereby certify that the foregoing is true and correct Signed Larry Higgins	Title <u>Drilling C.O.M.</u> Date <u>December 20, 2005</u>	
	(This space for Federal or State office use) Approved by Alle Dollmly Conditions of approval, if any:	Title Pet Eng Date 113/04	

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.

District I PO Box 1980, Hobbs, NM 88241-1980

District II PO Drawer DD, Artesia, NM 88211-0719

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

District IV PO Box 2088, Santa Fe, NM 87504-2088

API Number

⁴Pogposty Codo

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

PO Box 2088

72319 / 71599

Santa Fe, NM 87504-20088EC 21 AM 9-572

C 21 AM 9 AMENDED REPORT

Pool Name

BLANCO MESAVERDE / BASIN DAKOTA

WELL LOCATION AND ACREAGE DEDICATION PLATIM

1	Property	Code	Property Name Well Number							
			NEW MEXICO 32-11 COM 2C						2C .	
—	'OGRID N	V 0.	*Operator Name *Elevation						*Elevation	
	12078	2			WILL		CTION COMPA	NΥ		6581
L			_ 			¹⁰ Surface	Location	· · · · · · · · · · · · · · · · · · ·		
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				ottom		ocation I		From Surf		
u.	or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
12 Ded	icated Acres			<u> </u>	L	³³ Joint or Infill	¹⁴ Consolidation Code	²⁵ Order No.	<u> </u>	
		320	0.0 Acre	s - (E	/2)					
NC	ALLOW	IABLE W	ILL BE	ASSIGNE	D TO TH	IS COMPLETI	ON UNTIL ALL	INTERESTS H	HAVE BEEN (CONSOLIDATED
	,		OR A	NON-ST	ANDARD	UNIT HAS BE	EEN APPROVED			
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WILLIAMS PRODUCTION COMPANY

Operations Plan

(Note: This procedure will be adjusted on site based upon actual conditions)

DATE:

12/20/2005

FIELD:

Basin DK/BlancoMV

WELL NAME:

New Mexico 32-11 #2C

SURFACE:

FEE - K. Decker

BH LOCATION:

SWNE Sec 19-32N-11W

MINERALS:

FED

ELEVATION:

6,581' GR

San Juan, NM

LEASE #

NM-010910

MEASURED DEPTH:

7,990'

I. **GEOLOGY:** Surface formation - San Jose

A. FORMATION TOPS: (KB)

Name	MD	Name	MD
Ojo Alamo	1,355	Cliff House	4,980
Kirtland	1,400	Menefee	5,135
Fruitland	2,705	Point Lookout	5,495
Pictured Cliffs	3,185	Mancos	5,820
Lewis	3,365	Gallup	6,865
Huerfanito Bentonite	3,885	Greenhorn	7,565
		Graneros	7,630
		Dakota	7,695
		Morrison	7,960
		ΦT	7,990

- B. MUD LOGGING PROGRAM: Mud logger on location from approximately 7,650' to TD.
- C. LOGGING PROGRAM: High Resolution Induction/ GR and Density/ Neutron log over zones of interest from surface casing to intermediate casing then to protection casing TD. Cased hole logs over Dakota/ Morrison Onsite geologist will pick Density/ Neutron log intervals logging runs.
- D. NATURAL GAUGES: Gauge any noticeable increases in gas flow. Record all gauges in Tour book and on morning reports.

II. DRILLING

- A. <u>MUD PROGRAM</u>: Clear water with benex to 7" casing point. Convert to a LSND mud to log and run pipe. Treat for lost circulation as necessary. Obtain 100% returns prior to cementing. Notify Engineering of any mud losses. Use air w/Air Hammer from 7 in. csg.to TD.
- B. <u>BOP TESTING</u>: While drill pipe is in use, the pipe rams and the blind rams will be function tested once each trip. The anticipated reservoir is expected to be less than 1300 psi, so the BOPE will be tested to 250 psi (Low) for 5 minutes and 1500 psi (High) for 10 minutes. Utilize a BOPE Testing Unit with a recording chart and appropriate test plug for testing. The drum brakes will be inspected and tested each tour. All tests and inspections will be recorded in the tour book as to time and results.

III. MATERIALS

A. CASING PROGRAM:

CASING TYPE	HOLE SIZE	DEPTH (MD)	CASING SIZE	WT. & GRADE
Surface	14-3/4"	+/- 300'	10-3/4"	32.75# H-40
Intermediate	9-7/8"	+/-2,630'	7-5/8"	26.4# K-55
Prod. Casing	6-3/4"	+/- 7,650'	5-1/2"	17.0# N-80
Production Liner	4-3/4"	+/-7,550 - 7,990	' 3-1/2"	9.3#

B. FLOAT EQUIPMENT:

- SURFACE CASING: 9.5/8" notched regular pattern guide shoe. Run (1) standard centralizer on each of the bottom (4) joints of Surface Casing.
- 2. INTERMEDIATE CASING: 7 cement nose guide shoe with a self-fill insert float. Place float collar one joint above the shoe. Install (1) Turbulent centralizer on each of the bottom (3) joints and one standard centralizer every (3) joints to 2,500 ft. Run (1) Turbulent centralizer at 2,700 ft., 2,500 ft., 2,300ft., 2,000ft., 1,500 ft., and 1,000 ft. (NTL-FRA 90-1).
- 3. <u>PRODUCTION LINER / CASING:</u> 3-1/2" & 5-1/2" whirler type cement nose guide shoe with a latch collar on top of 20' bottom joint. Place marker joint above 5,400'. Place centralizers as needed across selected production intervals.

C. CEMENTING:

(Note: Volumes may be adjusted onsite due to actual conditions)

- 1. SURFACE: Slurry: 255sx (356 cu.ft.) of "Type III" + 2% CaCl₂ + ¼ # of cello-flake/sk (Yield = 1.39 cu.ft./sk, Weight = 14.5 #/gal.). The 100% excess should circulate cement to the surface. WOC 12 hours. Test csg to 1500psi.
- 2. INTERMEDIATE: Lead 410 sx (852) cu.ft.) of "Type III" 65/35 poz with 8% gel, 1% CaCl₂ and 1/4# cello-flake/sk (Yield = 2.09 cu.ft./sk, Weight = 12.1 #/gal.). Tail 100 sx (139cu.ft.) of "Type III" with 1/4# cello-flake/sk, and 1% CaCl₂ (Yield = 1.4 cu.ft./sk, Weight = 14.5#/gal.). Use 100% excess in Lead Slurry to circulate to surface. No excess in Tail Slurry. Total volume = 1085 cu.ft. Bump Plug to 1,500 psi. Notify engineering if cement is not circulated to surface.

- 3. PRODUCTION CASING: 10 bbl Gelled Water space. Lead: $100sx (259ft^3)$ of Premium Light HS + 1% FL-52 + .2% CD-32, 0.1% R-3, 3 #/sk CSE, ½ #/sk cello flake and 4% Phenoseal. (Yield = 2.59 cu.ft./sk, Weight = 11.6 #/gal.). Cement: $120_sx (251 ft^3)$ of Premium Light HS + 1% FL-52 + .2% CD-32, 0.1% R-3, 3 #/sk CSE, ½ #/sk cello flake and 4% Phenoseal. (Yield = 2.15 ft³/sk, Weight = 12.3 #/gal.). Displace cement at a minimum of 8 BPM. The 20% excess in lead and tail should cover 100 ft into intermediate casing. Total volume 510ft³. WOC 12 hours
- 4. PRODUCTION LINER: 10 bbl Gelled Water space. Cement: 50 sx (100 ft³) of Premium Light HS + 1% FL-52 + .2% CD-32, 0.1% R-3, 3 #/sk CSE, ½ #/sk cello flake. (Yield = 2.15 ft³/sk, Weight = 12.3 #/gal.). Displace cement at a minimum of 8 BPM. The 20% excess should cover 100 ft above liner top. Total volume 100ft³. WOC 12 hours

IV COMPLETION

A. CBL

1. Run Cement Bond Log across all intervals to be perforated and find Top of Cement behind all casing strings if cement not circulated to surface..

B. PRESSURE TEST

1. Pressure test 7 5/8" & 5-1/2" casing to 3300# for 15 minutes.

C. STIMULATION

- 1. Stimulate Dakota with approximately 70,000# of 20/40 sand in x-link foam.
- 2. Isolate Dakota with a RBP.
- 3. Stimulate Point Lookout with approximately 80,000# of 20/40 sand in slick water.
- 4. Isolate Point Lookout with a RBP.
- 5. Perforate the Menefee/Cliff House as determined from the open hole logs.
- 6. Stimulate with approximately 80,000# of 20/40 sand in slick water.
- 7. Test each zone before removing bridge plugs.

D. RUNNING TUBING

- 1. <u>Dakota</u>: Run 2-1/16", 3.25#, J-55, IJ tubing with 1/2 mule shoe on bottom, SN with pump-out plug on top of adeem joint and 5 Seal Units. Land tubing approximately 100' below top Dakota perf.
- 2. <u>Mesa Verde:</u> Run 2-1/16", 2.9#, J-55, EUE tubing with a SN (1.91" ID) on top of bottom joint. Land tubing approximately 25' above the bottom Point Lookout perforations.

Sr. Drilling Engineer