| In Lieu of |
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| Form 3160 |
| (June 1990) |

UNITED STATES 9 DEPARTMENT OF INTERIOR BUREAU OF LAND MANAGEMENT

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| HELLEI | VLL |

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

| SUNDRY NOTICE | AND | REPORTS | ON | WELLS |
|---------------|-----|---------|----|-------|
|---------------|-----|---------|----|-------|

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

e Designation and Serial No.

070 Farmington, NM Indian, Allottee or Tribe Name

| | 0/0 / Citris geory | | |
|----|---|-------------|---|
| | SUBMIT IN TRIPLICATE O 10 11 12 | 7. | If Unit or CA, Agreement Designation Rosa Unit |
| 1. | Type of Well Oil Well X Gas Well Other | 8. | Well Name and No. Rosa Unit #213 |
| 2. | Name of Operator WILLIAMS PRODUCTION COMPANY OIL | 9. | API Well No. 30-039-24426 |
| 3. | Address and Telephone No. PO BOX 3102 MS 37-2, TULSA, OK 74101 (918) 573-6254 | 10 |). Field and Pool, or Exploratory Area Basin Fruitland Coal |
| 4. | Location of Well (Footage, Sec., T., R., M., or Survey Description) | 11 | I. County or Parish, State Rio Arriba, New Mexico |
| | CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOT | ICE, REPORT | r, or other data |
| | TYPE OF SUBMIS≸ION | TYPE OF A | ACTION |
| | | | |

Notice of Intent Abandonment Change of Plans Recompletion **New Construction** Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Altering Casing Conversion to Injection Dispose Water Other (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

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.)*

Williams proposes to recavitated this well per the attached procedure. A reserve pit measuring 140' x 55' x 4' will be built and lined with a 12 mil liner. Work is expected to begin in early September and to be completed by the end of the month.

> CONDITIONS OF APPROVAL Adhere to previously issued stipulations.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

| | · · | | |
|-----|---|---------------------------|-------------------|
| 14. | I hereby certify that the foregoing is true and correct Signed Lance A. Hobbs | Title Production Engineer | DateJune 27, 2003 |
| | (This space for Federal or State office use) Approved by Lovato Conditions of approval, if any: | Title | Date JUL - 7 2003 |

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.



WILLIAMS PRODUCTION COMPANY CAVITATION PROGNOSIS ROSA 213 – Sec. 23-31N-6W

Purpose: To pull liner and cavitate the Fruitland Coal zone.

- 1. Notify BLM 24 hours to moving in.
- 2. Hold daily safety meetings stressing need to work in a safe, controlled, and informed manner.
- 3. MIRUSU. Nipple up pneumatic actuated BOPs, 2 blooie lines, pneumatic working valves and 2 7" blooie lines. Anchor blooie lines securely. Test BOPs. Fill rig tank with produced water. Do not filter water unless necessary.
- 4. Rig up air package, 1800 cfm minimum.
- 5. TIH and tag fill. CO fill if necessary. TOOH w/ 2-3/8" tubing and LD.
- 6. Contact Dante Vescovi with TIW to assist with retrieval of hanger. TIH with retrieving tool and release liner hanger.

If hanger does NOT release, pick up rotary shoe, bumper sub, jars, 6-1/4" mill and 4-3/4" drill collars on 3-1/2" drill pipe and TIH. Mill the hold down slips off the liner. TOOH Pick up a spear and the fishing tool assembly and TIH. Spear into liner top and jar liner loose. TOL @ 2902'.

- 7. TOOH w/ 5-1/2" liner and LD. Re use any joints if possible.
- 8. PU 6-1/4" bit on 3-1/2" DP and TIH. Clean out to TD (3127') TOOH.
- 9. TIH w/ 6-1/4" bit on 3-1/2" DP and circulate out fill.

CAVITATION

- 10. Run 5 to 10 bbl sweeps using 1 GPB soap if necessary.
- 11. PU bit inside 7" casing. Pressure up hole to 2500 psi (maximum pressure) then open to atmosphere. Repeatedly surge well. SI for buildup after surging 4 times.
- 12. Record any breaks. Record accurate buildup pressure and pitot gauges after each cycle. Repeat until gas production no longer increases, 2 3 weeks.
- 13. TOH w/ bit and DP.
- 14. Notify Dante Vescovi with TIW to run liner.
- 15. PU 5-1/2" liner on 3-1/2" DP. Run in with liner and L A set shoe on bottom of liner. Rotate down if necessary. Land liner @ 3127 with 100' overlap in 7". TOOH w/ DP and LD. Perforate line with 4 SPF at the following intervals: 2995'-3125'.
- 16. PU 2-3/8", 4.7#, J-55, 8rd, EUE tbg. TIH and land tubing @ 3108' with a seating nipple one joint up and an expendable check on bottom.
- 17. ND BOP and NU wellhead. Shut well in for buildup.
- 18. RDSU. Clean up location and move.

Lance A. Hobbs Senior Production Engineer

BLM CONDITIONS OF APPROVAL

| Operator Willi | ams Production Co. | Well Name Rosa Unit # 213 |
|------------------|--------------------|----------------------------|
| Legal Location 1 | 020 FNL / 1535 FEL | Sec 23, T. 31N, R. 6W |
| Lease Number | SF-078771 | Field Inspection Date: N/A |

The following stipulations will apply to this well unless a particular Surface Managing Agency or private Surface owner has supplied to the BLM and the operator a contradictory environmental stipulation. The failure of the operator to comply with requirements may result in the assessments of penalties pursuant to 43 CFR 3163.1 or 3163.2. A copy of these conditions of approval shall be present on the location during construction, drilling and reclamation activity.

An agreement between operator and fee land owner will take precedence over BLM surface stipulations, unless (In reference to 43 CFR Part 3160): 1) BLM determines that operators actions will affect adjacent Federal or Indian surface, or 2) operator does not maintain well area and lease premises in a workmanlike manner with due regard for safety, conservation and appearance, or 3) no such agreement exists, or 4) in the event of well abandonment, minimal Federal restoration requirements will be required.

STANDARD STIPULATIONS FOR ALL WORKOVERS: All surface areas disturbed during workover activities and not in use for production activities, will be reseeded the first July – September period after the well has been put back into production. This should occur in the first 12 months after completion of workover activities.

SPECIAL STIPULATIONS FOR THIS SITE:

- 1. Pits will be fenced during workover operation.
- 2. All disturbance will be kept on existing pad.
- 3. Empty and reclaim pit after work completed.
- 4. Pits will be lined with an impervious material at least 8 mils thick Prior to closing the pit, the liner will be cut off at mud level. The excess liner will be hauled to a licensed disposal area.
- 5. No construction, drilling or completion activities shall be conducted between December 1 and March 31 because of deer/elk wintering habitat.