In Lieu of UNITED STATES Form 3160 DEPARTMENT OF INTERIOR (state 1990) BUREAU OF LAND MANAGEMENT		FORM APPROVED ROWN JANZ Budget Bureau No. 1004-013513 CENS. 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		5. Lease Designation and Serial No.  NMSF-078768
		6. If Indian, Allottee or Tribe Name
SUBMIT IN T	RIPLICATE GEOGRAPHICATE	7. If Unit or CA. Agreement Designation
1. Type of Well Oil Well - X Gas Well - Other		8. Well Name and No. ROSA UNIT #362
Name of Operator     WILLIAMS PRODUCTION COMPANY		9. API Well No. 30-039-29672
3. Address and Telephone No. PO BOX 3102 MS 25-2, 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 1625' FSL & 1560' FWL, NE/4 SW/4 SEC	•	11. County or Parish, State RIO ARRIBA, NM
CHECK APPROPRIA	TE BOX(s) TO INDICATE NATURE OF NOTICE. REF	ORT. OR OTHER DATA
TYPE OF SUBMISSION	ТҮРЕ	OF ACTION
Notice of Intent  X Subsequent Report  Final Abandonment	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other <u>Completion</u>	Change of Plans New Construction Non-Routine Fracturing Wtr Shut-Off Conversion to Injection Dispose Wtr (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
13. Describe Proposed or Completed Operations (Odirectionally drilled, give subsurface locations	Clearly state all pertinent details, and give pertinent dates, in and measured and true vertical depths for all markers and	ncluding estimated date of starting any proposed work. If well is I zones pertinent to this work.)*
<u>07-18-2006</u> MIRU, ND WH, NU BOP, NU blo	oie line, RU floor w/ BJ tongs, SDON.	
07-19-2006 PU DC's & DP, tagged cmt @ 33 one joint, bit in 7" casing, SDON.	397', RU 3.5 power swivel, drill float collar @ 3	419', drld to 3464', circulate bottoms up, pull up
07-20-2006 Drld from 3464' to 3580', tagged hard, cannot drill through, TOH, inspect drl bit. SDFN.		
07-21-2006 TIH to 3580', tagged hard, cannot drill through, LD 2 jts, drill bit is in 7", SD for weekend.		
07-24-2006 TIH to 3560' w/ Gyro, TOOH w/ Gyro, TOOH w/ tubing, remove drill bit & sub, TIH w/ tbg to 3577', BJ pumps 35 sacks of Type III Neat cmt, LD 12 jts, SDFN.		
07-25-2006 TIH & drl cmt to 3520', TOOH w/ tbg, TIH w/ wireline & set CIBP @ 3455', SDFN.		
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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. Relitious or fraudulent statements or representations as to any matter within its jurisdiction.



07-26-2006 RU whipstock, TIH w/ whipstock. SDFN. \*

<u>07-27-2006</u> Set whipstock, orient whipstock to 313 degrees Azimuth, milled window from 3444' to 3453', TOOH & change to BHA, TIH, SDFN.

07-28-2006 Completed window, milled window from 3444' to 3453', TOOH, SDFN.

07-31-2006 Change rig blocks, change winch line, make repairs to swivel, SD.

08-01/02-2006 Rig SD, WO directional tools.

<u>08-03-2006</u> RU power swivel with different bail to accommodate Gyro Data WL, Pathfinder wanted window opened from 6 1/8" to 6 ¼", TIH w/ 6 ¼" watermelon mill, mill window, circulate hole clean, TOH, set generator for Pathfinder Directional, generator did not work, will have mechanic in AM, SDFN.

<u>08-04-2006</u> Work on Aztec's generator, make up directional tools, test MWD and motor w/ pump, MU bit, scribe gyro UBHO sub, TIH, bit 30' above window. SDFN

<u>08-05-2006</u> RU Black Warrior and Gyro Data, TIH w/ Gyro Data on Black Warrior WL, orient tool face w/ Gyro Data, time drill from 3449' to 3457', gyro TF = 315 deg, slide from 3457' to 3465', gyro = 315', circulate bottoms up, pull into 7" csg, SDFN.

<u>08-06-2006</u> Tag TD, pull WL out of hole, rotate from 3465' to 3509', check w/ MWD @ 3462', 3.7 deg incl, 308.43 deg AZ, RD Black Warrior, release Gyro Data, slide from 3509' to 3517', rotate from 3517' to 3571', check MWD @ 3524', 4.75 deg incl, 301.04 deg AZ, rotate from 3571' to 3596', circulate bottoms up, pull into 7" csg, SDFN.

<u>08-07-2006</u> TIH to bottom, rotate from 3596' to 3666', MWD reading @ 3619', 4.22 deg incl, 310.18 deg AZ, rotate from 3666' to 3722' (TD), circulate bottoms up, TOOH, LD and load out directional tools, secure location, mud logged 45' of net coal, SDFN.

08-08-2006 RU Halliburton to log, ran SDC, DSN and Gamma logs, RD Howco, SDON.

<u>08-09-2006</u> PU under reamer, TIH, unloaded well w/ air @ 1000', 2000' and 3444', under ream from 3459' to 3589', under reamed a total of 130', circulate hole clean, pull into 7" csg, SDON.

<u>08-10-2006</u> Csg pressure 750 psi, under ream from 3589' to 3722', circulate hole clean, pull into 7" csg, LD DP & DC's, load out under reamer, SDON.

<u>08-11-2006</u> Csg pressure 800 psi, RD power swivel, strap & PU 2 7/8" tubing, ran 110 jts 6.5#, J-55, EUE 8rd tubing, 2.25" ID F-Nipple @ 3411', ND BOP, NU WH, RD, will cavitate & run liner when rig becomes available.

08-22-2006 MIRU, bleed well down, ND WH, NU BOP, NU blooie line, PU tongs, SDFN.

<u>08-23-2006</u> Bleed well down @ 2" line, SIP 630#. Pull donut, TOOH & strap, 110jnts 2.875 tbg. RU to cavitate from surface, build to 500# w/ air mist to test BOP stack for leaks held for 15min w/ no leak off. Begin to cavitate from surface w/ natural & energized surges. Turn well over to flowback hand & airhand for overnight cavitation. SDFN.

<u>08-24-2006</u> Overnight cavitation w/ natural & energized buildup. 4 hr SIP 225#. TIH for CO, tagged bridge @ 2930'. Very hvy returns of fine to ¼" coal w/ hvy wtr at times, cleaned to 3302' w/ continued hvy returns. Pressure up on well to 900# & SDFN.

<u>08-25-2006</u> Bleed well down @ 2". Well is bridged off below 3302' est circ w/ 10 bph air mist & begin CO. CO to 3655', very hvy returns of fine to ½" coal & a small amount of ½" shale hvy black wtr at times. Secure well & equipment, turn over to airhand & flowback hand for weekend cavitation.

08-26-2006 Cavitate w/ natural & energized surges, hvy returns of fine to 1/4" coal & hvy black wtr, good increase in gas flow.

<u>08-27-2006</u> Cavitate w/ natural & energized surges, hvy returns of fine to ¼" coal & hvy black wtr. Coal returns, wtr returns, natural build up pressure & gas flow decreased late afternoon, most likely due to fill or a bridge in the open hole.

<u>08-28-2006</u> Overnight cavitation w/ natural & energized buildup. 4 hr SIP 300#. TIH CO to top of rat hole, tagged bridge @ 3420', hvy coal returns, fine to ½", some hvy black wtr at times. LD 9 singles & pull into 7" csg. Secure well & equipment turn over to air hand & flow back hand for overnight cavitation.

<u>08-29-2006</u> Overnight cavitation w/ natural & energized buildup. 4 hr SIP 780#. Start equipment, JHA. RD & LD 2.5 power swivel. PU & RU 3.5 power swivel. TIH, CO to 3655'. LD 9 singles & pull into 7" csg. Secure well & equipment, turn over to airhand & flowback hand for overnight cavitation.

<u>08-30-2006</u> Overnight cavitation w/ natural & energized buildup. 4 hr SIP 1050#. TIH CO to TD @ 3722', tagged bridge @ 3420', hvy coal fine to ½", some shale up to ½" about 10%, hvy black wtr at times. Blow well dry w/ air. LD 9 singles & pull into 7" csg. Secure well & equip, turn over to airhand & flowback hand for overnight cavitation.

<u>08-31-2006</u> Overnight cavitation w/ natural & energized buildup. 4 hr SIP 1050#. TIH CO to TD @ 3722', tagged bridge @ 3420', started getting sticky LD 2 singles, est circ. Hvy coal returns some shale no wtr. Continue CO to TD, hvy drag in rat hole. Stuck @ 3650', worked loose. TOOH pull into 7" csg, power swivel head locked up laying down singles, RD 3.5 power swivel, finish laying down singles, RU circulating hose. Secure well & equipment turn over to airhand & flowback hand for overnight cavitation.

<u>09-01-2006</u> Overnight cavitation w/ natural & energized buildup. 2hr SIP 650#. PU singles, tagged @ window est circ. CO to TD. Very hvy returns of fine to ½" coal, It shale, & hvy black wtr. LD 9 singles & pull into 7" csg. Secure well & equipment turn over to airhand & flowback hand for overnight cavitation.

<u>09-02-2006</u> Overnight cavitation w/ natural & energized buildup. 2hr SIP 700#. PU singles, tagged @ window est circ. CO to TD. Very hvy returns of fine to ½" coal, It shale, & hvy black wtr. LD 9 singles & pull into 7" csg. Secure well & equipment turn over to airhand & flowback hand for overnight cavitation.

09-03-2006 Cavitate w/ natural & energized surges, hvy returns of fine to 1/4" coal & hvy black wtr, good increase in gas flow.

<u>09-04-2006</u> Cavitate w/ natural & energized surges, hvy returns of fine to ¼" coal & hvy black wtr. Well had bridged off, tried to clear w/ surges, no circulation, left blooie lines open for 1 hr to try & clear, no results. Shut well in & released flowback & airhand.

<u>09-05-2006</u> Well SI bridged off, csg 650# psi, stand pipe 1000# psi. Shut in yesterday @ 18:00 w/ 1100# of standpipe & 0# psi on csg. Surged well to pit, very hvy returns of fine to ½" coal, well cleared bridge, flow hvy coal returns to about an hour. Good increase in gas flow. PU singles, tagged @ window est circ, CO to TD. Very hvy returns of fine to ½" coal, It shale, & It black wtr. Secure well & equipment, turn over to airhand & flowback hand for overnight cavitation.

<u>09-06-2006</u> 2 hr SIP 700#. Surge well to pit, returns med fine to 1/8" coal, it black wtr. PU singles, tagged fill @ 3560' est. circ. Pump sweeps as needed. Moderate drag in rathole. CO to TD. LD 9 singles & pull into 7" csg flow well to pit. Bucket test 9.5 bph wtr. Secure well & equipment turn over to airhand & flowback hand for overnight cavitation.

<u>09-07-2006</u> Overnight cavitation w/ natural buildup. 4hr SIP 800#. Surge well to pit, returns very light fine coal, hvy grey wtr. PU singles, tagged It bridge @ 3590' est circ. Pump sweeps as needed. Tagged very hard fill @ top of rathole @ 3640' returns fine grit & hvy wtr. CO to TD. LD 9 singles & pull into 7" csg. Secure well & location SION.

<u>09-08-2006</u> SIP 1000#. Bleed well down @ 2" line, PU DP singles, TIH check for fill. Tagged tight spot @ 3640' top of rathole. est circ. CO is very slow, fill is very hard. CO to TD, will flow & flare well until morning. LD 9 singles & pull into 7" csg. Secure well & equipment, light flare, turn over to flowback hand. Flow well to pit overnight w/ flare, evaporate pit wtr.

<u>09-09-2006</u> PU DP singles, TIH check for fill. Tagged tight spot @ 3630' top of rathole est circ. CO to TD, TOOH to surface. RU San Juan csg, PU & RIH, used 6 ¼" bit, bit sub, 8 jts 5 ½" 17# csg, TIW H-latch, & setting tool. RD SJ casers. TIH w/ liner assembly & 2 7/8" DP, tagged tight spot @ top of rathole. RU 3.5 power swivel est circ. Began drlg liner down. Drilled liner down approx 15' at which time the liner parted. RD & hang 3.5 power swivel, TOOH to surface w/ DP & at least 1 jt of 5 ½" liner. SWION.

<u>09-10-2006</u> SIP 900#. RU equalizer line from rig side csg valve to blooie line. Attempted to bleed well down @ 2" line & equalizer line. Well will not bleed down enough to safely pull liner. DP & liner is trying to move up the hole. Pump approx 140 bbl produced wtr down backside in attempt to kill well. Attempted to pull liner, well pressure tried to push string up the hole. Shut pipe rams & controlled well. RD San Juan casers, secure well, release rig to flowback hand. Flare well overnight.

<u>09-11-2006</u> RU BJ Services pump truck to kill well. RU SJ csg crew, pumped approx 100 bbl produced wtr down backside of csg @ 7 bpm, well went on a vacuum, cut pump rate to 2 bpm. Began pulling 1 jt DP & parted liner, kept continuous pump rate @ 2 bpm to keep well dead. LD 1 jt DP & LD 3 jts 5 ½" csg. Casing had parted on top of 4th jt @ bottom thread, dutchman in collar @ the bottom of jt 3, it is a very clean break. Left 5 jts 5 ½" liner in hole. Bottom of liner is @ 3642', liner top is @ 3436', top of 7" window is @ 3444', 8' of overlap, 80' of rathole below liner bottom.

<u>09-12-2006</u> SIP 1040#. RU Basin to perforate. Basin ran a collar strip, top of liner @ 3434', bottom of liner @ 3640'. Top of window @ 3444', 10' of overlap. Perforated liner @ 3570' to 3635', 65' w/ 4 shots per foot 260 shots, 3545' to 3555', 10' 40 shots, 300 total shots. RU equalizer line from csg valve to cav spool. Slowly bleed well down @ 2" line & blooie line. TIH w/ 105 jts DP, TOOH & LD DP, secure well & location, turn over to flowback hand. Flow well to pit overnight.

<u>09-13-2006</u> TIH w/ 117 jts 2-7/8", 6.5#, j-55 tbg, land @ <u>3627</u>" (13' off bottom) as follows: half muleshoe expendable check, 1 jt tbg, 2.25" "F" nipple @ 3597', 116 jts tbg. RD power swive, ND BOP, ND blooie lines, NU wellhead. Test tbg hanger to 1500#. Pump off expendable check @ 800# psi check tbg for flow. Turn well to production department, release rig.