

Submit 3 Copies  
to Appropriate  
District Office

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-103  
Revised 1-1-89

**DISTRICT I**  
P.O. Box 1980, Hobbs NM 88241-1980

**DISTRICT II**  
P.O. Drawer DD, Artesia, NM 88210

**DISTRICT III**  
1000 Rio Brazos Rd., Aztec, NM 87410

**OIL CONSERVATION**

2040 Pacheco  
Santa Fe, NM 87505

**RECEIVED**  
APR 27 1999  
**OIL CON. DIV.**  
DIST. 3

API NO. 30-045-29874

Indicate Type of Lease  
STATE  FEE

State Oil & Gas Lease No.

<p align="center"><b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)</p>		<p>7. Lease Name or Unit Agreement Name San Juan 32-7 Unit 009260</p>	
<p>1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER 017654</p>		<p>8. Well No. SJ 32-7 Unit #240</p>	
<p>2. Name of Operator Phillips Petroleum Company</p>		<p>9. Pool name or Wildcat Basin Fruitland Coal 71629</p>	
<p>3. Address of Operator 5525 Highway 64, NBU 3004, Farmington NM 87401</p>			
<p>4. Well Location Unit Letter <u>E</u> : <u>1680'</u> Feet From The <u>North</u> Line and <u>135'</u> Feet From The <u>West</u> Line Section <u>20</u> Township <u>32N</u> Range <u>7W</u> NMPM San Juan County</p>			
<p>10. Elevation (Show whether DF, RKB, RT, GR, etc.)</p>			

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

<p><b>NOTICE OF INTENTION TO:</b></p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/></p> <p>OTHER: _____ <input type="checkbox"/></p>		<p><b>SUBSEQUENT REPORT OF:</b></p> <p>REMEDIAL WORK <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/></p> <p>CASING TEST AND CEMENT JOB <input type="checkbox"/></p> <p>OTHER: <u>Spud Report</u> <input checked="" type="checkbox"/></p>	
<p>PLUG AND ABANDON <input type="checkbox"/></p> <p>CHANGE PLANS <input type="checkbox"/></p>		<p>ALTERING CASING <input type="checkbox"/></p> <p>PLUG AND ABANDONMENT <input type="checkbox"/></p>	

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.

4/23/99  
MIRU Key Energy #53. Spud 12-1/4" hole @ 2130 hrs on 4/23/99. Drilled ahead to 375'. RIH w/9-5/8' 36#, K-55 casing and set @ 370'. RU BJ to cement. Pumped 10 bbls mud clean, 10 bbls FW spacer, then pumped 250 sx (268 cf) Class H cement w/2% CaCl2, 1/4#/sx Cello-flake, mixed at 15.6 ppg w/1.20 yield. Dropped wood plug & displaced with 26.5 bbls water. Plug down 2240 hrs w/125 pps. Had 8 bbls cement returns to surface. WOC. NU WH & NU BOPs. PT casing, blinds rams & valves - 200 psi 3 minutes and 1500 psi 10 minutes. Good Test.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.  
SIGNATURE Patsy Clugston TITLE Regulatory Assistant DATE 4/26/99  
TYPE OR PRINT NAME Patsy Clugston TELEPHONE NO. 505-599-3454

(This space for State Use)  
**ORIGINAL SIGNED BY CHARLIE T. PERRIN**  
APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY:

**DEPUTY OIL & GAS INSPECTOR, DIST. #3** APR 27 1999