

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DISTRICT
1220 South St. Francis
Santa Fe, NM 87505

WELL API NO. 30-015-34683
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: OXY Peso
8. Well Number 1
9. OGRID Number 192463
10. Pool name or Wildcat Illinois Camp Morrow

SUNDRY NOTICES AND REPORTS ON WELLS

(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.)

1. Type of Well:

Oil Well ☐ Gas Well ☒ Other

2. Name of Operator

OXY USA WTP Limited Partnership

3. Address of Operator

P.O. Box 50250 Midland, TX 79710-0250

4. Well Location

Unit Letter F: 1650 feet from the north line and 1850 feet from the west line

Section 24 Township 18S Range 27E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3579'

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐

TEMPORARILY ABANDON ☐ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☒

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

13. 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

See Attachment

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐ , a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE David Stewart TITLE Sr. Regulatory Analyst DATE 4/20/07

Type or print name David Stewart

E-mail address: david_stewart@oxy.com
Telephone No. 432-685-5717

For State Use Only

FOR RECORDS ONLY

APPROVED BY _____ TITLE _____ DATE APR 23 2007

Conditions of Approval, if any:

OXY PESO 0001

Date: 01/05/2007

DRLG f/ 3056' - 3100' (44'), AVG ROP = 35.2 FPH, WT = 60, RPM = 60

SERVICE RIG

RAN SURVEY @ 3050' = 1 1/2 Deg.

DRLG f/ 3100' - 3289' (189'), AVG ROP = 37.8 FPH, WT = 60, RPM = 55

SERVICE BLOCKS, & INSTALL AIR LINES TO KELLY SPINNER

DRLG f/ 3289' - 3382' (93'), AVG ROP = 33.8 FPH, WT = 60, RPM = 55

RAN SURVEY @ 3332' = 1 3/4 Deg.

DRLG f/ 3382' - 3684' (302'), AVG ROP = 39.0 FPH, WT = 60, RPM = 50

RAN SURVEY @ 3582' = 1.0 Deg.

DRLG f/ 3684' - 3808' (124'), AVG ROP = 21.6 FPH, WT = 60, RPM = 50

Date: 01/06/2007

DRLG f/ 3808' - 3884' (76') AVG ROP = 30.4 FPH, WT = 60, RPM = 55

SERVICE RIG

RAN SURVEY @ 3834' = 3/4 Deg.

DRLG f/ 3884' - 4167' (283'), AVG ROP = 33.3 FPH, WT = 60, RPM = 55

RAN SURVEY @ 4117' = 3/4 Deg.

DRLG f/ 4167' - 4492' (325'), AVG ROP = 27.1 FPH, WT = 60, RPM = 55

Date: 01/07/2007

DRLG f/ 4492' - 4669' (177'), AVG ROP = 33.7 FPH, WT = 60, RPM = 55

SERVICE RIG

RAN SURVEY @ 4619' = 5 Deg.

RAN SURVEY AGAIN @ 4619' = 4 Deg.

DRLG f/ 4669' - 4732' (63'), AVG ROP = 22.9 FPH, WT = 60, RPM = 50

RAN SURVEY @ 4680' = 5 1/2 Deg.

DRLG f/ 4732' - 4855' (123'), AVG ROP = 18.9 FPH, WT = 60, RPM = 40

RAN SURVEY @ 4805' = 6 Deg.

TOH TO CHANGE OUT DRLG BHA, L/D OLD DRLG BHA, P/U NEW DRLG BHA, & C/O BIT

TIH w/ BIT # 4 & NEW DRLG BHA, REAMING & WASHING TO BOTTOM

Date: 01/08/2007

FNSH WASHING 50' TO BOTTOM, (HAD 10' OF FILL)

DRLG f/ 4855' - 4960' (105'), AVG ROP = 23.3 FPH, WT = 35, RPM = 60

SERVICE RIG

RAN SURVEY @ 4910' = 6 1/2 Deg.

DRLG f/ 4960' - 5054' (94'), AVG ROP = 11.8 FPH, WT = 30, RPM = 65

RAN SURVEY @ 5004' = 7 Deg.

DRLG f/ 5054' - 5096' (42'), AVG ROP = 8.0 FPH, WT = 25, RPM = 65

DROP TOTCO, TOH FOR MUD MOTOR

CHANGE OUT DRLG BHA, & P/U MUD MOTOR (6 1/4", 7/8, 3 STAGE, 0.34 R/ GPM), SET QUADS @ 60' & 90',

NOTE: SURVEY @ 5049' = 7 1/2 Deg.

TIH w/ MUD MOTOR

Date: 01/09/2007

FNSH TIH w/ MUD MOTOR, WASH & REAM 50' TO BOTTOM (NO FILL)

DRLG f/ 5096' - 5124' (28'), AVG ROP = 6.2 FPH, WT = 15 - 18, RPM = 62, MOTOR RPM = 125

SERVICE RIG

DRLG f/ 5124' - 5186' (62'), AVG ROP = 6.9 FPH, WT = 15 - 18, RPM = 60, MOTOR RPM = 125

RAN SURVEY @ 5136' = 7 3/4 Deg.

NOTE : USED a 14 Degree TOOL. HOLE IS WALKING BACK IN , VERY SLOW.

DRLG f/ 5186' - 5229' (43'), AVG ROP = 5.5 FPH, WT = 15 - 20, RPM = 60, MOTOR RPM = 125

Date: 01/10/2007

DRLG f/ 5229' - 5249' (20'), AVG ROP = 3.3 FPH, WT = 18, RPM = 60, MUD MOTOR RPM = 125

SERVICE RIG

DRLG f/ 5249' - 5280' (31'), AVG ROP = 4.6 FPH, WT = 18, RPM = 60, MUD MOTOR RPM = 125

RAN SURVEY @ 5230' = 7.0 Deg.

DRLG f/ 5280' - 5374' (94'), AVG ROP = 9.9 FPH, WT = 20, RPM = 60, MUD MOTOR RPM = 125

RAN SURVEY @ 5324' = 6 1/2 Deg.

DRLG f/ 5374' - 5387' (13'), AVG ROP = 17.3, WT = 20, RPM = 60, MUD MOTOR RPM = 125

Date: 01/11/2007

DRLG F/ 5387' TO 5406'(19'), AVG ROP=15.2 FPH, WT = 20, RPM = 60, MUD MOTOR RPM = 125, TOTAL 185

BOP DRILL, RIG SERVICE

DRLLG F/ 5406' TO 5469' (63'), AVG ROP = 11.5 FPH, WT = 20, RPM = 60, MUD MOTOR RPM = 125, TOTAL 185

WIRELINE SURVEY AT 5419' = 6 1/2 DEGREES

REPAIR AIRLINE TO MAIN FUEL TANK, TRIP OUT OF HOLE & CHANGE BIT & MUD MOTOR. TRIP IN HOLE

WASH & REAM FROM 5419' TO 5469', NO FILL

DRILL F/ 5469' TO 5528'(59), AVG ROP=6.4FPH, WT = 20, RPM = 60, MUD MOTOR RPM = 125, TOTAL RPM = 185

Date: 01/12/2007

DRILLING F/ 5528' TO 5563'(35'), AVG ROP = 6.4 FPH, WOB = 20K, RPM = 60, MUD MOTOR RPM = 100, TOTAL RPM = 160

RIG SERVICE

WIRE LINE SURVEY AT 5544' 6 1/2 DEGREES

DRILLING F/ 5563' TO 5657'(94') AVG ROP = 7.1 FPH, WOB = 20K, RPM = 60, MUD MOTOR RPM = 100, TOTAL RPM = 160

WIRE LINE SURVEY AT 5638' MISSRUN, WIRE LINE SURVEY AT 5636' 5 1/2 DEGREE

DRILLING F/ 5657' TO 5687'(30'), AVG ROP = 8.6 FPH, WOB = 20K, RPM = 60, MUD MOTOR RPM = 100, TOTAL RPM = 160.

Date: 01/13/2007

DRILL FROM 5687' TO 5750'(63') AVG ROP = 9 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL 160 RPM

SURVEY AT 5733' = 5 DEGREES

DRILL FROM 5750' TO 5782'(32'), AVG ROP = 16 FPH, WOB = 25K, RPM = 60, MUDMOTOR = 100, TOTAL = 160

LOST 100 PSI PUMP PRESSURE. PUMPED SOFT LINE AND GOT HIT IN 6.5 MINUTES, 675 STROKES. TOO HIGH FOR PRESSURE LOSS. FOUND HOLE IN DRILL PIPE 51 STANDS & SINGLE IN 20# DRILL PIPE 7' F/ PIN END

CLEAR BIT & PU 5 JTS 20# DP. TRIP IN HOLE

DRILL FROM 5782' TO 5845'(63') AVG ROP = 10.5 FPH, WOB = 25K, RPM = 60, MUDMOTOR = 100, TOTAL = 160

SURVEY AT 5795' = 5 DEGREES

DRILL FROM 5845' TO 5866'(21') AVG ROP = 10.5 FPH, WOB = 25K, RPM = 60, MUDMOTOR = 100, TOTAL = 160

Date: 01/14/2007

DRILL F/ 5866' TO 5939'(73'), AVG ROP = 9.4FPH, WOB = 25K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160.

RIG SERVICE

SURVEY AT 5921' = 4 1/2 DEGREES

DRILL F/ 5939' TO 6002'(63'), AVG ROP = 14 FPH, WOB = 30K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160.

SURVEY AT 5950' = 4.5 DEGREES

DRILL F/ 6002' TO 6096'(94') AVG ROP = 14.5 FPH, WOB = 30K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

SURVEY AT 6046' = 4 DEGREES

DRILL F/ 6096' TO 6150'(54') AVG ROP = 16.6 FPH, WOB = 30K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

Date: 01/15/2007

DRILL F/ 6150' TO 6190'(40) AVG ROP = 17.8 FPH, WOB = 30K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

RIG SERVICE

WIRE LINE SURVEY AT 6172' = 3.5 DEGREES

DRILL F/ 6190' TO 6258'(68') AVG ROP = 15.1 FPH, WOB = 30K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

PUMP SWEEP & CIRCULATE BOTTOMS UP FOR GYRO

RU SCIENTIFIC DRILLING & RUN GYRO TO TD. HORIZONTAL DISPLACEMENT AT 6172' IS 239' IN A DIRECTION OF 309.6 DEGREES

DRILL F/ 6258' TO 6378'(120') AVG ROP = 20.9 FPH, WOB = 30K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

WIRE LINE SURVEY AT 6328' 4 DEGREES

DRILL F/ 6378' TO 6473'(95') AVG ROP = 12.3 FPH, WOB = 25K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

WIRE LINE SURVEY AT 6423' = 5 DEGREES

Date: 01/16/2007

SURVEY AT 6423' 5 DEGREES

DRILL F/ 6473' TO 6536'(63') AVG ROP = 10 FPH, WOB = 15K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

DROP TOTCO, SURVEY AT 6486' 4 1/2 DEGREES

TRIP OUT OF HOLE. LD MOTOR & BIT & PU NEW MOTOR & BIT. TIH W/ MOTOR & BIT

BREAK CIRCULATION & WASH 50' TO BOTTOM, NO FILL

DRILL F/ 6536' TO 6629'(93') AVG ROP = 13.7 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

WIRE LINE SURVEY AT 6579' 5 DEGREES

DRILL F/ 6629' TO 6664'(95') AVG ROP = 9.3 FPH, WOB = 15K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

Date: 01/17/2007

DRILL F/ 6664' TO 6722'(58') AVG ROP = 6.8 FPH, WOB = 15K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

RIG SERVICE

WLS SURVEY AT 6703 3 1/4 DEGREES

DRILL F/ 6722' TO 6785'(63') AVG ROP = 6.3 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

WLS AT 6735' 3 DEGREES

DRILL F/ 6785' TO 6848'(63') AVG ROP = 16.8 FPH, WOB = 25K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

WLS AT 6798' 3 1/2 DEGREES

Date: 01/18/2007

DRILL F/ 6848' TO 6942'(94') AVG ROP = 11.8 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160
RIG SERVICE

DRILL F/ 6942' TO 6973'(31') AVG ROP = 11.2 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160
SURVEY AT 6923' = 3 3/4 DEGREES

DRILL F/ 6973' TO 7067'(94') AVG ROP = 13.9 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160
SURVEY AT 7017' = 3 1/2 DEGREES

DRILL F/ 7067' TO 7150'(83') AVG ROP = 16.6 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

Date: 01/19/2007

DRILL F/ 7150' TO 7192'(42') AVG ROP = 12.9 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160
RIG SERVICE

SURVEY AT 7174' = 3 1/4 DEGREES

DRILL F/ 7192' TO 7318'(126') AVG ROP = 7.8 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160
SURVEY AT 7268' = 2 DEGREES

DRILL F/ 7318' TO 7350'(32') AVG ROP = 11.6 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

Date: 01/20/2007

DRILL F/ 7350' TO 7411'(51') AVG ROP = 10.7 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160
RIG SERVICE & INSTALL ROTATING HEAD RUBBER, SURVEY AT 7392' = 2 1/2 DEGREES

DRILL F/ 7411' TO 7567'(156') AVG ROP = 13.6 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160
ATTEMPT TO RUN SURVEY, WL FOULED.

DRILL F/ 7567' TO 7597'(30') AVG ROP = 30.0 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160
SURVEY AT 7516' = 2 DEGREES

DRILL F/ 7597' TO 7662'(65') AVG ROP = 15.3 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160

Date: 01/21/2007

DRILL F/ 7662' TO 7685'(23') AVG ROP = 4.8 FPH, WOB = 20K, RPM = 60, MUDMOTOR RPM = 100, TOTAL RPM = 160
PUMP SOFT LINE & TRIP OUT OF HOLE.

TRIP CHECK DRILL COLLARS. FOUND 3 CRACKED BOXES IN DRILL COLLARS, CRACKED BOX ON IBS, & MUD MOTOR CRACKED IN BODY OF MUD MOTOR.

LAY DOWN MUDMOTOR & IB'S & PU 3 DRILL COLLARS.

TRIP IN HOLE WITH DRILL COLLARS, CUT DRILLING LINE, TRIP IN HOLE

BREAK CIRCULATION & WASH 36' TO BOTTOM, NO FILL

DRILL F/ 7685' TO 7730'(45') AVG ROP = 18.0 FPH, WOB = 35K, RPM = 60

SURVEY AT 7683' = 1 1/2 DEGREE

DRILL F/ 7730' TO 7760'(30') AVG ROP = 20.0 FPH, WOB = 35K, RPM = 60

Date: 01/22/2007

DRILL F/ 7760' TO 7794'(34') AVG ROP = 15.1 FPH, WOB = 35K, RPM = 60
RIG SERVICE

DRILL F/ 7794' TO 7827'(33') AVG ROP = 16.5 FPH, WOB = 35K, RPM = 60
SURVEY AT 7805' = 1 1/4 DEGREES

DRILL F/ 7827' TO 7920'(93') AVG ROP = 19.6 FPH, WOB = 35K, RPM = 60
SURVEY AT 7870' = 1 DEGREE

DRILL F/ 7920' TO 8045'(125') AVG ROP = 15.6 FPH, WOB = 35K, RPM = 60
SURVEY AT 7998' = 1 DEGREE

DRILL F/ 8045' TO 8100'(55') AVG ROP = 12.2 FPH, WOB = 35K, RPM = 60

Date: 01/23/2007

DRILL F/ 8100' TO 8138'(38') AVG ROP = 16.9 FPH, WOB = 35K, RPM = 60
BOP DRILL, SPR PUMP #1 57 SPM = 400 PSI

RIG SERVICE

DRILL F/ 8138' TO 8202'(64') AVG ROP = 15.1 FPH, WOB = 35K, RPM = 60
SURVEY AT 8152' = 1 3/4 DEGREE

DRILL F/ 8202' TO 8297'(95') AVG ROP = 13.6 FPH, WOB = 30K, RPM = 60
BOP DRILL, SPR PUMP #1 57 SPM = 450 PSI

DRILL F/ 8297' TO 8329'(32') AVG ROP = 14.2 FPH, WOB = 30K, RPM = 60
SURVEY AT 8279' = 1 1/2 DEGREE, BOP DRILL SPR PUMP #1 57 SPM = 425 PSI

DRILL F/ 8329' TO 8421'(92') AVG ROP = 15.3 FPH, WOB = 30K, RPM = 60

Date: 01/24/2007

DRILL F/ 8421' TO 8451'(30') AVG ROP = 30.0 FPH, WOB = 30K, RPM = 60
SURVEY AT 8401' = 1 3/4 DEGREES

RIG SERVICE

DRILL F/ 8451' TO 8577'(126') AVG ROP = 19.4 FPH, WOB = 30K, RPM = 60
SURVEY AT 8526' = 1 3/4 DEGREE

DRILL F/ 8577' TO 8699'(122') AVG ROP = 23.2 FPH, WOB = 30K, RPM = 60
SURVEY AT 8649' = 1 DEGREE

DRILL F/ 8699' TO 8837'(138') AVG ROP = 15.8 FPH, WOB = 30K, RPM = 60

Date: 01/25/2007

DRILL F/ 8837' TO 8916'(79') AVG ROP = 11.3 FPH, WOB = 30K, RPM = 60

CHECK FOR FLOW & RIG SERVICE

SURVEY AT 8866' = 1/2 DEGREE

DRILL F/ 8916' TO 9037'(121') AVG ROP = 7.6 FPH, WOB = 30K, RPM = 60

Date: 01/26/2007

DRILL F/ 9037' TO 9072'(35') AVG ROP = 6.4 FPH, WOB = 30K, RPM = 60

RIG SERVICE, CHANGE ROTATING HEAD RUBBER

SURVEY AT 9022' = 1 DEGREE

DRILL F/ 9072' TO 9167'(95') AVG ROP = 8.6 FPH, WOB = 40K, RPM = 60

SURVEY AT 9117' = 3/4 DEGREE

DRILL F/ 9167' TO 9217'(1') AVG ROP = 8.7 FPH, WOB = 45K, RPM = 60

Date: 01/27/2007

DRILL F/ 9217' TO 9259'(42') AVG ROP = 10.5 FPH, WOB = 45K, RPM = 60

BOP DRILL

DRILL F/ 9259' TO 9290'(31') AVG ROP = 10.0 FPH, WOB = 45K, RPM = 60

SURVEY AT 9240' = 1 DEGREE

RIG SERVICE

DRILL F/ 9290' TO 9351'(61') AVG ROP = 8.7 FPH, WOB = 45K, RPM = 60

BOP DRILL

DRILL F/ 9351' TO 9417'(66') AVG ROP = 8.3 FPH, WOB = 45K, RPM = 60

Date: 01/28/2007

DRILL F/ 9417' TO 9426'(9') AVG ROP = 9.0 FPH, WOB = 45K, RPM = 60

PUMP SOFT LINE. GOT INCREASE IN PRESSURE IN 1140 STROKES. CHAIN OUT OF HOLE. FOUND CRACK IN DP 2' BELOW BOX END, 84 STANDS & SINGLE FROM SURFACE. FINISH TRIP OUT OF HOLE

CHANGE BIT & TRIP IN HOLE. WASH 60' TO BOTTOM, NO FILL

DRILL F/ 9426' TO 9446'(20') AVG ROP = 10.0 FPH, WOB = 45K, RPM = 60

SURVEY AT 9396' = 3/4 DEGREE

DRILL F/ 9446' TO 9563'(117') AVG ROP = 10.3 FPH, WOB = 45K, RPM = 60

Date: 01/29/2007

DRILL F/ 9563' TO 9605'(42') AVG ROP = 8.0 FPH, WOB = 45K, RPM = 60

RIG SERVICE

DRILL F/ 9605' TO 9774'(169') AVG ROP = 9.1 FPH, WOB = 45K, RPM = 60

Date: 01/30/2007

DRILL F/ 9774' TO 9793'(19') AVG ROP = 8.4 FPH, WOB = 45K, RPM = 60

RIG SERVICE

DRILL F/ 9793' TO 9919'(126') AVG ROP = 7.1 FPH, WOB = 45K, RPM = 60

SURVEY AT 9869' = 1 DEGREE

DRILL F/ 9919' TO 9943'(34') AVG ROP = 11.3 FPH, WOB = 50K, RPM = 60

Date: 01/31/2007

DRILL F/ 9943' TO 9957'(14') AVG ROP = 14.0 FPH, WOB = 50K, RPM = 60

CHANGE OUT ROTATING HEAD RUBBER & BOWL GASKET

DRILL F/ 9957' TO 10000'(43') AVG ROP = 12.3 FPH, WOB = 50K, RPM = 60

RIG SERVICE

DRILL F/ 10000' TO 10148'(148') AVG ROP = 8.1 FPH, WOB = 50K, RPM = 60

Date: 02/01/2007

DRILL F/ 10148' TO 10199'(51') AVG ROP = 5.8 FPH, WOB = 50K, RPM = 60

RIG SERVICE

DRILL F/ 10199' TO 10282'(83') AVG ROP = 5.5 FPH, WOB = 50K, RPM = 60

Date: 02/02/2007

DRILL F/ 10282' TO 10292'(10') AVG ROP = 4.0 FPH, WOB = 50K, RPM = 60

RIG SERVICE

DRILL F/ 10292' TO 10356'(64') AVG ROP = 3.0 FPH, WOB = 55K, RPM = 60

Date: 02/03/2007

DRILL F/ 10356' TO 10385'(29') AVG ROP = 3.4 FPH, WOB = 55K, RPM = 60

RIG SERVICE

DRILL F/ 10385' TO 10416'(31') AVG ROP = 2.9 FPH, WOB = 55K, RPM = 60

SURVEY AT 10366' 2 DEGREES

DRILL F/ 10416' TO 10425'(9') AVG ROP = 2.6 FPH, WOB = 55K, RPM = 60

Date: 02/04/2007

DRILL F/ 10425 TO 10472'(47') AVG ROP = 2.0 FPH, WOB = 55K, RPM = 60

Date: 02/05/2007

DRILL F/ 10472 TO 10480'(8') AVG ROP = 2.0 FPH, WOB = 55K, RPM = 60

CIRCULATE BOTTOMS UP

SHORT TRIP 15 STANDS. NO PROBLEMS OR FILL

CIRCULATE HOLE CLEAN FOR LOGS

STRAP OUT OF HOLE FOR LOGS. STRAP = 10485' BOARD = 10480', NO CORRECTION

WAIT ON BAKER ATLAS. SUPPOSE TO BE ON LOCATION AT 2300 HRS.

RU LOGGERS

LOG WITH BAKER ATLAS. LOGGERS TD = 10489

Date: 02/06/2007

OPEN HOLE LOGGING, RD BAKER ATLAS

TIH W/ BIT, WASH 40' TO BOTTOM, CIRC / WOO

Date: 02/07/2007

CIRC WHILE WOO, SERVICE RIG, CIRC WHILE WOO, TOH

MIRU LD MACHINE AND LDDCs, RD LD MACHINE, TIH W/ DRILL PIPE, RU LD MACHINE & LD 9 JTS DP

CIRC WHILE WAITING ON HALLIBURTON BOOSTER PUMP

Date: 02/08/2007

CIRC WAITING ON HALLIBURTON BOOSTER PUMP

PUMPED 30 SK CLASS "H" CMT AT 9301

TOH LD 63 JTS DP TO 7319, PUMPED 30 SK CLASS "H" CMT AT 7319

TOH LD 64 JTS DP TO 5316, PUMPED 30 SK CLASS "C" CMT AT 5316

TOH LD 56 JTS DP TO 3562, PUMPED 30 SK CLASS "C" CMT AT 3562

TOH LD 32 JTS DP TO 2560, PUMPED 40 SK CLASS "C" CMT W/ 2% CACL AT 2560

TOH W/ 5 STANDS, WOC, TIH W/ 5 STANDS AND TAGGED TOC AT 2545

CIRC BOTTOMS UP AND RECOVERED SOFT GREEN CMT CIRC WELL CLEAN

RECEMENTED PLUG AT 2545 W/ 50SK CLASS "C" CMT W/ 2% CACL. NOTIFIED NMOCD VOICE MAIL AT 8:45 PM, 02/07/2007

TOH W/ 5 STANDS

WOC, TIH W/ 4 STANDS AND TAGGED TOC AT 2425

TOH LD 67 JTS TO 477, PUMPED 25 SK CLASS "C" CMT W/ 2% CACL

Date: 02/09/2007

WOC, TIH W/ 4 STANDS AND TAGGED CMT AT 372

TOH LDDP TO 60', PUMPED 25 SK OF CLASS "C" CMT AT 60' CIRC 5 SK TO PIT

TOH LD 2 JTS DP, ND BOPE AND RIG DOWN MCVAY #5, RELEASED RIG