ED STATES DEPARTM_ 1 OF THE INTERIOR

N.M. Oil C. 3. Division FORM APPROVED OMB No. 1004-0135 811 S. 1st Screet

Expires November 30, 2000

BUREAU OF LAND MANAGEMENT Artesia, NM 88210=2834 No. SUNDRY NOTICES AND REPORTS ON WEL Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side 7. If Unit or CA/Agreement, Name and/or No. Type of Well 26350 Oil Weil Gas Well Other 8. Well Name and No. Name of Operator PHILLIPS 17 FEDERAL #1 CLAYTON WILLIAMS ENERGY, INC 9. API Well No. Address 3b. Phone No. (include area code) 30-015-31260 79705 6 DESTA DRIVE, STE. 3000 MIDLAND, TX 915/682-6324 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) GRAYBURG-JACKSON, 7R'S, QN, GB, SA 11. County or Parish, State FSL & 990' FEL; UNIT P EDDY CO., NEW MEXICO 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Notice of Intent Fracture Treat Alter Casing Reclamation ☐ Well Integrity Casing Repair **New Construction** Recomplete Other Re-Complete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Grayburg zone, Rel. ☐ Final Abandonment Notice Convert to Injection Plug Back Water Disposal to production. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) 100 1011213 14 15 16 1 100 A 1.) Set RBP at 3965' to temporarily abandoned Yeso perforations. 2.) Perforate Lower San Andres 3469'-3686'. 3.) Stimulate Lower San Andres. Set RBP at 3300'. 4.) Perforate and stimulate 2950'-3134'. Set RBP at 2500'. 5.) Perforate & stimulate Upper San Andres 2396'-2406'. 6.) Retieve RBP's at 3300' & 2500'. Circulate clean. 7.) Run tubing. Run pump and rods.

(SURETY BOND NO. RLB0002027) BLM BOND NM 2787 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) BETSY LUNA ENGINEERING TECHNICIAN Signature 12/05/00 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or

certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

8.) Start pumping load water.

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. department or agency of the United

GENERAL INSTRUCTIONS

This form is designed for submitting propose. perform certain well operations, and reports of such operations when completed, as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this

form and the number of s to be submitted, particularly with regard to local area, or regional produces and proctices, either are shown below or will be issued by, or may be obtained fro n the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13 - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present

productive zones, or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the hole; method of closing top of well and date well site conditioned for final inspection looking to approval of the abandonment.

NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3 and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c); and (d) analyzing future applications to drill or modify operations in light or data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 (44 U.S.C. 3501 et seq.) requires us to inform you that:

This information is being collected to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

BLM would like you to know that you do not have to respond to this or any other F_t deral agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 25 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, Bureau Clearance Officer, (WO-630), Mail Stop 401 LS, 1849 C St., N.W., Washington D.C. 20240 at d the Office of Management and Budget, Interior Desk Officer, (1004-0135), Office of Information and Regulatory Affairs, Washington, D.C. 20503.