Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office March 4, 2004 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 30-039-24361 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease District III 1220 South St. Francis Dr. STATE X 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM E-289-41 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (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 **ROSA UNIT** PROPOSALS.) 8. Well Number 1. Type of Well: 239 Oil Well Gas Well X Other 9. OGRID Number 2. Name of Operator 120782 WILLIAMS PRODUCTION COMPANY 10. Pool name or Wildcat 3. Address of Operator **BASIN FRUITLAND COAL** P O BOX 3102, MS 25-2, TULSA, OK 74101 4. Well Location Unit Letter___N___:__835__feet from the ___SOUTH___ line and ___2510__feet from the ___WEST___line Range Section 02 Township 31N NMPM RIO ARRIBA County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6346 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK □ REMEDIAL WORK ALTERING CASING □ X **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS.□ **PLUG AND ABANDONMENT PULL OR ALTER CASING** MULTIPLE CASING TEST AND П COMPLETION **CEMENT JOB** OTHER: П OTHER: Install pumping unit, rods & pump 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. 12-06-2006 MIRU, NU w/ flowback tank, MI & spot air pack. Set up w/ rig mast, ND w/ PJ. Press test tbg @ 500#, bled from 500# to 0# in 30 seconds. TOOH w/ rods & pump, ND w/ prod head, NU w/ BOP & working platform. Tagged for fill, fill @ 3141' = 11' fill. TOOH w/ 2 3/8" prod tbg, measured out of hole. Located bad pin & collar, 41 its down eaten up w/ electrolysis. Made up notched collar & SN w/ retrievable standing valve. TIH w/ same on 2 3/8" prod tbg, wet testing in hole @ 900#, located 1 collar leak. Hung off @ 2000 & made well safe for night. Note: Rig will be down until December 11, 2006. 12-11-2006 Csg = 600 psi, bled down to flowback tank. TIH w/ tbg, pressure test tbg to 900 psi, solid test. NU Red Dog retrieving tool and TIH w/ same on 9/16" sandline. Fished retrievable standing valve. ND with retrieving tools. Tagged top of fill at 3141'. NU w/ air pack, broke circulation w/ 10 bph air/soap/corrosion inhibitor. Displaced 35 bbls formation water w/ air. Circulated fill from 3141' to PBTD @ 3152'. Recovered heavy coal fines and medium coffee ground size coal, coal running. Circulated clean, made soap sweeps, recovered 350 bbls formation water today. ND air pack and TOOH w/ tbg, SDFN. 12-12-2006 Csg press 600#. Bled down to flowback tank, TIH w/ 99 jts 2 3/8", 4.7#, J-55 EUE tbg, landed tbg @ 3150' (2' above PBTD) 1.78" "F' nipple @ 3124'. ND w/ work platform & BOP, NU w/ prod head & air pack. Pump ahead w/ 3 bbls form water, pump off exp chk @ 650#. Circ w/ air & unloaded wellbore, rec 100 bbls form water. ND w/ air pack, rig for rods, TIH w/ new pump & sucker rods. Spaced pump & fill tbg w/ prod water, press test @ 500# w/ rig pump, solid test. Stroked pump to 500# w/ pulling unit, good pump action. NU w/ pump jack, hung well on for production, stroked pump w/ pump jack, pumping good. Loaded out w/ rig equip & ND w/ flowback tank, cleaned location & LD w/ rig mast. Will move to the Rosa #260A in the morning. FINAL REPORT OIL CONS. DIV. DIST: 3 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 belowgrade tank has been/will be constructed or closed according to NMOCD guidelines 🗌, a general permit 🗋 or an (attached) alternative OCD-approved plan 🗍. SIGNATURE_(_TITLE__Sr. Production Analyst______DATE__February 7, 2007__ Type or print name Tracy Ross E-mail address: tracy.ross@williams.com Telephone No. (918) 573-6254 (This space for State use) TITLE ROUT OIL & GAS INSPECTOR, DIST. 43 APPPROVED BY DATE

Conditions of approval, if any: