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In Lieu Form 31 (June 19	DEPARTM	FED STATES ENT OF INTERIOR AND MANAGEMENT		FORM APPROVED Budget Bureau No 1004-0135 Expires March 31, 1993
Do not	SUNDRY NOTICE AND use this form for proposals to drill or to deepen or	5	Lease Designation and Serial No NMSF-078769	
	use this form for proposals to drill or to deepen of TO DRILL" for pern	6	If Índian, Allottee or Tribe Name	
	SUBMIT IN	RECEIVED BLM STRIPLICATE 210 FARMERTONIAM	7.	If Unit or CA, Agreement Designation Rosa Unit
1.	Type of Well Oil Well Gas Well X Other		8.	Well Name and No Rosa Unit#146B
2	Name of Operator WILLIAMS PRODUCTION COMPANY	9	API Well No 30-039-29833	
3	Address and Telephone No. PO Box 640 Aztec, NM 87410-0640	10	Field and Pool, or Exploratory Area BLANCO MV/BASIN DK	
4.	Location of Well (Footage, Sec , T , R , M , or 1980 FSL & 800 FWL NMPM , sec 28, T31N	11.	County or Parish, State Rio Arriba, New Mexico	
	CHECK APPROPRIA	TE BOX(s) TO INDICATE NATURE OF NOTICE, REPO	ORT, OR	OTHER DATA
,	TYPE OF SUBMISSION	ТУРЕ С	F ACTIO	N
11	Notice of Intent X Subsequent Report	Abandonment Recompletion Plugging Back		Change of Plans New Construction Non-Routine Fracturing
At	Final Abandonment	Casing Repair Altering Casing X Other Multiple zone completion		Water Shut-Off Conversion to Injection Dispose Water
ι	•	Deepen to Delecte	_	(Note Report results of multiple completion

13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work)*

Williams Production Company, LLC. hereby requests authority to drill this as a Mesa Verde/Dakota dual as per attached plat and Operations plan.. RCVD JUL2'07

OIL CONS. DIV. DIST. 3

and Log form)

14	I hereby certify that the foregoing is true and correct Signed Larry Higgins	Title <u>Drilling C.O M</u> Date <u>6-27-07</u>
	(This space for Federal of State office use) Approved by Conditions of approval; if any	Title Petr. Eng. Date _7/2/07

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, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

District I 1625 N French Dr., Hobbs, NM 88240

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised October 12, 2005
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

1301 W Grand Avenue, Artesia, NM 88210

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

District III 1000 Rio Brazos Rd, Aztec, NM 87410

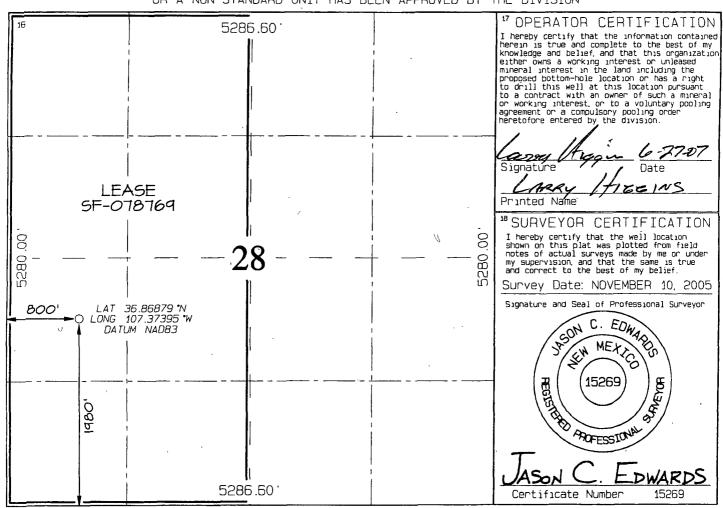
AMENDED REPORT

District IV 1220 S St Francis Dr., Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number			72	*Pool Code 72319 / 71599		'Pool Name BLANCO MESAVERDE / BASIN DAKOTA)TA
'Property Code 17033				³Property Name ROSA UNIT				*Well Number 1468		
'OGRID NO 120782 WILL]				*Operator Name IAMS PRODUCTION COMPANY			*Elevation 6451',			
	¹⁰ Surface Location									
UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/Wes		County RIO
L	28	31N	5W		1980	SOUTH	800	WEST		ARRIBA
¹¹ Bottom Hole Location If Different From Surface										
UL or lot no.	Section	Township	Range	Lot Idh	Feet from the	North/South line	Feet from the	East/Wes	st line	County
12 Dedicated Acres	320	.0 Acres	– (W,	/2)	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Onder No		i	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION





WILLIAMS PRODUCTION COMPANY

Operations Plan

(Note: This procedure will be adjusted on site based upon actual conditions)

DATE:

6/26/2007

FIELD:

Basin DK/ BlancoMV

WELL NAME:

Rosa #146B

Rio Arriba, NM

SURFACE:

BLM

BH LOCATION:

NWSW Sec 28-31N-5W

MINERALS:

BLM

ELEVATION:

6,451' GR

LEASE#

SF-078769

MEASURED DEPTH:

8,105

I. I. GEOLOGY:

Surface formation - San Jose

A. FORMATION TOPS: (KB)

Name	MD	Name	MD
Ojo Alamo	2,600	Menefee	5,565
Kirtland	2,735	Point Lookout	5,760
Fruitland	3,110	Mancos	6,060
Pictured Cliffs	3,345	Gallup	7,080
Lewis	3,610	Greenhorn	7,800
Cliff House	5,515	Graneros	7,860
		Dakota	7,980
		TD	8,105

- B. MUD LOGGING PROGRAM: Mudlogger on location at 100' above Gallup SS to TD. Mud logger to pick TD.
- C. LOGGING PROGRAM: HRI from surface casing to TD. SDL\DSN\DSEN over zones of interest.
- **D.** <u>NATURAL GAUGES:</u> Gauge any noticeable increases in gas flow. Record all gauges in Tour book and on morning reports.

II. DRILLING

- A. <u>MUD PROGRAM</u>: Clear water with benex to 7-5/8" casing point. Convert to a LSND mud to log and run pipe. Treat for lost circulation as necessary. Obtain 100% returns prior to cementing. Notify Engineering of any mud losses. Use air w/Air Hammer from 7-5/8in. csg.to TD.
- B. <u>BOP TESTING:</u> While drill pipe is in use, the pipe rams and the blind rams will be function tested once each trip. The anticipated reservoir is expected to be less than 1300 psi, so the BOPE will be tested to 250 psi (Low) for 5 minutes and 1500 psi (High) for 10 minutes. Utilize a BOPE Testing Unit with a recording chart and appropriate test plug for testing. The drum brakes will be inspected and tested each tour. All tests and inspections will be recorded in the tour book as to time and results.

III. MATERIALS

A. CASING PROGRAM:

CASING TYPE	OH SIZE (IN)	DEPTH (MD) (FT)	CASING SIZE (IN)	WEIGHT(LB)	GRADE
Surface	14 3/4	300	10 3/4	40.5	K-55
Intermediate	9 7/8	3,820	7 5/8	26.4	K-55
Longstring	6 3/4	8,105	5 1/2	17	N-80

B. FLOAT EQUIPMENT:

- 1. <u>SURFACE CASING:</u> 10 3/4" notched regular pattern guide shoe. Run (1) standard centralizer on each of the bottom (4) joints of Surface Casing.
- 2. <u>INTERMEDIATE CASING:</u> 7 5/8" cement nose guide shoe with a self-fill insert float. Place float collar one joint above the shoe. Install (1) Turbulent centralizer on each of the bottom (3) joints and one standard centralizer every (3) joints to 2,500 ft. Run (1) Turbulent centralizer at 2,700 ft., 2,500 ft., 2,300ft., 2,000ft., 1,500 ft., and 1,000 ft. (NTL-FRA 90-1).
- 3. <u>PRODUCTION LINER / CASING:</u> 5-1/2" whirler type cement nose guide shoe with a latch collar on top of 20' bottom joint. Place marker joint above 5,400'. Place centralizers as needed across selected production intervals.

C. <u>CEMENTING</u>:

(Note: Volumes may be adjusted onsite due to actual conditions)

- 1. <u>SURFACE</u>: Slurry: <u>255sx</u> (356 cu.ft.) of "Type III" + 2% CaCl₂ + ¼ # of cello-flake/sk (Yield = 1.39 cu.ft./sk, Weight = 14.5 #/gal.). The 100% excess should circulate cement to the surface. WOC 12 hours. Test csg to 1500psi.
- 2. <u>INTERMEDIATE:</u> Lead <u>655 sx</u> (1,363) cu.ft.) of "Premium Light with 8% gel and 1/4# cello-flake/sk (Yield = 2.09 cu.ft./sk, Weight = 12.1 #/gal.). Tail 1<u>00 sx</u> (139cu.ft.) of "Type III" with 1/4# cello-flake/sk, (Yield = 1.4 cu.ft./sk, Weight = 14.5#/gal.). Use **100% excess in Lead Slurry** to circulate to surface. **No excess in Tail Slurry.** Total volume = 1,502 cu.ft. Bump Plug to 1,500 psi. Notify engineering if cement is not circulated to surface.
- 3. PRODUCTION CASING: 10 bbl Gelled Water space. Cement: 205 sx (441 ft³) of Premium Light HS + 1% FL-52 + .2% CD-32, 0.1% R-3, 3 #/sk CSE, ¼ #/sk cello flake and 4% Phenoseal. (Yield = 2.15 ft³/sk, Weight = 12.3 #/gal.). Displace cement at a minimum of 8 BPM. The 20% excess in slurry should cover 100 ft into intermediate casing. Total volume 441ft³. WOC 12 hours

IV. IV COMPLETION

A. CBL

1. Run Cement Bond Log across all intervals to be perforated and find Top of Cement behind all casing strings if cement not circulated to surface..

B. PRESSURE TEST

1. Pressure test 5-1/2" casing to 6000 psi max, hold at 1500 psi for 30 minutes.

C. STIMULATION

- 1. Stimulate Dakota with approximately 10,000# of LiteProp 108™ sand in slick water..
- 2. Isolate Dakota with a RBP.
- 3. Stimulate Point Lookout with approximately 9300# of 14/30 LiteProp™ in slick water.
- 4. Isolate Point Lookout with a RBP.
- 5. Perforate the Menefee/Cliff House as determined from the open hole logs.
- 6. Stimulate with approximately 9300# of 14/30 LiteProp™ in slick water.
- 7. Test each zone before removing bridge plugs.

D. RUNNING TUBING

- 1. <u>Dakota</u>: Run 2-1/16", 3.25#, J-55, IJ tubing with 1/2 mule shoe on bottom, SN with pump-out plug on top of adeem joint and 5 Seal Units. Land tubing approximately 100' below top Dakota perf.
- 2. <u>Mesa Verde:</u> Run 2-1/16", 2.9#, J-55, EUE tubing with a SN (1.91" ID) on top of bottom joint. Land tubing approximately 25' above the bottom Point Lookout perforations.

Sr. Drilling Engineer