Form 3160-5 (June, 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

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5. Lease Designation and Serial No.

SF 079364 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allotee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT"-for such proposals 7. If Unit or CA. Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well **RINCON UNIT** Other **RINCON UNIT 127R PURE RESOURCES** 3. Address and Telephone No 30-039-26825 ield and Pool, or Exploration Area P.O. BOX 850 - BLOOMFIELD, NM 87413 4. Location of Well (Footage, Sec., T., R., or Survey Descript Basin DK/Blanco MV 1955' FNL & 1884' FEL "G", Sec 28 T27N - R06W Rio Arriba NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12 TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-routine Fracturing Casing Repair Water Shut-Off Altering Casing Final Abandonment Notice Conversion to Injection Dispose Water X Other **Drilling Sundry** Report results of multiple 13. Describe Proposed of 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 depth for all markers and zones pertinent to this work.)*

SEE ATTACHED

| Signed Mike Philips | Title SAN JUAN BASIN DRILLING | | |
|--|---|--|-------------------------|
| (This space for Federal or State office use) | | ACCEPTE | FOR RECORL |
| Approved by Conditions of approval. if any: | Title | OPate. | n 4 2002 |
| Title 18 U.S.C. Sections 1001, makes is a crime for any person of representations as to any matter within its jurisdictions. | n knowingly and willfully to make to any department | or agency of the united state of false | A Sous Of Haddill Chate |
| | *See Instructions on Reverse Side | | NMOCD |

Pure Resources, Inc. **Well History**

Well Name RINCON UNIT #127R - 76.82% WI

State: NM

County: RIO ARRIBA

Lease Well 521501-127R

9/23/2002

MIRU AZTEC WELL SERVICE RIG #545. HELD SAFETY MTG. DRLG RAT & MOUSE HOLES. DRLG 12-1/4" HOLE F/ 15-184' W/ ALL WT, 95 RPM, 550 PSI, 333 GPM. WLS @ 150' - 1/4 DEG. DRLG 12-1/4" HOLE F/ 184-388' W/ ALL WT, 90 RPM, SPUD MUD. CIRC HOLE CLEAN. WLS @ 388' - 1/4 DEG. POOH. HELD SAFETY MTG. RU & RUN 921 JTS (367') 9-5/8" 32.3# WC-40 CSG. LAND @ 383', TOP INSERT 341'.

9/24/2002

CMT W/ BJ. PUMP 225 SX "B" W/ 2% CACL2, .25# CELLOFLAKE. DISPLACE W/ 27.2 BW. CIRC 30 BBLS CMT. PD 7:00 AM 9/23/02. WOC. BACK OFF LANDING JT. NU BOPE. TEST CSG, BLIND RAMS, PIPE RAMS, CHOKE TO 600 PSI/30 MIN. TIH, TAG @ 338'. DRLG CMT, PLUG, INSERT, CMT TO 388'. DRLG F/ 388-928' W/ ALL - 40K, 65-85 RPM, 250-333 GPM, WATER. WLS @ 888' - 1-1/4 DEG. DRLG F/ 928 - 1425' W/ 40-45K, 80-90 RPM, 1100 PSI, WATER & POLYMIER. WLS @ 1385' - 1/4 DEG. DRLG F/ 1425-1500' W/ 40-45K, 80-90 RPM, 1100 PSI, WATER & POLYMIER.

9/25/2002

DRLG F/ 1500-1926' W/ 40-45K, 80-90 RPM, 1250 PSI, WATER & POLYMIER. WLS @ 1886' - 1-3/4 DEG. DRLG F/ 1926-2577' W/ 40-45K, 80-90 RPM, 1300 PSI. MUD UP @ 2500'. WLS @ 2537' - 1/2 DEG. DRLG F/ 2577-2643' W/ 40-45K, 80-90 RPM, 1300 PSI. HOLE SEEPING FLUID. MIX HIGH VIS SWEEP. DRLG F/ 2643-2671' W/ 40-45K, 80-90 RPM, 1300 PSI - NO SEEPAGE. BIT QUIT DRLG. TRIP FOR BIT - BIT BALLED UP. DRLG F/ 2671-2740' W/ 40-45K, 80-90 RPM, 1300 PSI, 45 VIS, 8.7 MW, 8 WL. CIRC HOLE CLEAN. WLS @ 2740' - 3/4 DEG.

9/26/2002

POOH, LD DC'S. RU & RUN 66 JTS 7" 20# STC CSG (2718"). SET @ 2736'. TOP FC @ 2691'. CIRC CSG. WAIT ON MANDREL. INSTALL MANDREL & RU CEMENTERS. HELD SAFETY MTG. CMT 7" CSG. PD @ 3:45 P.M. PUMP 325 SX LEAD @ 12.1 PPG. TAIL W/ 80 SX @ 14.6. DISPLACE W/ 109.25 BW. BUMP PLUG TO 1400. CIRC 15 BBLS GOOD CMT TO PIT - FLOAT HELD OK. WCIC. RU TO DRILL W/ AIR. TEST CSG, BLIND RAMS & CHOKE TO 1500#/30 MIN. TEST AIR HAMMER. PU 10 DC'S & TIH TO 2351'. TEST CSG, PIPE RAMS TO 1500#/30 MIN. UNLOAD HOLE & DRLG CMT, PLUG, FC, CMT & SHOE. DRY UP HOLE. DRLG F/ 2740-3000' W/ 2-4K, 45 RPM, 525 PSI, 2100 SCFM.

9/27/2002

DRLG F/ 3000-3272' W/ 2-4K, 45 RPM, 525 PSI, 2100 SCFM. DRLG F/ 3272-6000' W/ 2-4K, 45 RPM, 525 PSI, 2100 SCFM.

9/28/2002

DRLG F/ 6000-6556' W/ 2-4K, 45-50 RPM, 2100 SCFM, 525 PSI. DRLG F/ 6556-6682' W/ 2-4K, 45-50 RPM, 2100 SCFM, 525 PSI. RELATCH ROTATING RUBBER. DRLG F/ 6682-6901' W/ 2-4K, 45-50 RPM, 2100 SCFM, 525 PSI. CHANGE OVER TO N2. DRLG F/ 6901-7642' W/ 2-4K, 45-50 RPM, 1700 SCFM, 425 PSI, N2. BLOW HOLE CLEAN. LD DP & DC'S.

9/29/2002

LD DC'S. HELD SAFETY MTG. RU & RUN 183 JTS (7626') 4-1/2" 11.6# I-80 LTC CSG. LAND @ 7641'. TOP FC @ 7597'. BLOW HOLE. RU BJ. TEST PUMPS & LINES TO 3500 PSI. PUMP 20 BBLS CHEMICAL WASH, 10 BW. LEAD W/ 85 SX (197 FT3) PREM LITE HIGH STRENGTH FM @ 11.9 PPG. TAIL W/ 525 SX (1060 FT3) @ 12.5 PPG @ 6 BPM @ 265 PSI. DROP PLUG & DISPLACE W/ 117.9 3W @ 5 BPM AVG @ 2200 PSI. BUMP PLUG W/ 2800 PSI - FLOATS HELD. CIRC 28 BBLS GOOD CMT TO PIT. PD 2:30 P.M. 9/28/02. ND BOPE, SET SLIPS W/ 93,000#. CLEAN PITS. RIG RELEASED @ 6:30 PM 9/28/02.

CASING HISTORY REPORT

SURFACE LEVEL

| Location NES | EC 28 | s, T 27N, R6W | | | |
|-----------------------|-------|--------------------------------|------------------|--------|-------------|
| TD Date 9/23/3 | 2002 | TD Hole | Total Depth: 388 | Ho | ole 12-1/4" |
| Joints | J | oint Description | | Total | Running |
| | K | (B | | 15.00 | 15.00 |
| | S | SAWTOOTH | | 1.00 | 16.00 |
| | 1 9 | -5/8" 32.3# WC-40 CSG | | 41.22 | 57.22 |
| | 11 | NSERT FLOAT | | 0.00 | 57.22 |
| | 8 9 | -5/8" 32.3 # WC-4 0 CSG | | 326.15 | 383.37 |
| | 9 T | otal Joints Ran | | 383.37 | |
| Cemented as | | | Ton Cemer | nt• | |

nted as Top Cement:

Stage 1 - 225 SX TYPE 111 W/ 2% CACL2, .25% CELLOFLAKE MIXED @ 6.7 GAL/SK (YLD:1.39, WT:14.60)

1st INTERMEDIATE LEVEL

| Location NE SEC | 28, T 27N, R6W | | | |
|--------------------------|-----------------------|-------------------|---------|------------|
| TD Date 9/25/2003 | 2 TD Hole | Total Depth: 2740 | Н | ole 8-3/4" |
| Joints | Joint Description | | Total | Running |
| | KB | | 15.00 | 15.00 |
| | MANDREL | | 0.50 | 15.50 |
| 65 | 7" 20# STC CSG | | 2676.32 | 2691.82 |
| | FLOAT | | 1.00 | 2692.82 |
| 1 | 7" 20# STC CSG | | 41.18 | 2734.00 |
| | FLOAT | | 1.00 | 2735.00 |
| | SAWTOOTH COLLAR | | 1.00 | 2736.00 |
| 66 | Total Joints Ran | | 2736.00 | |

Cemented as Top Cement:

Stage 1 - 325 SX TYPE "F" W/ 2% CACL2, .25% CELLOFLAKE, 8% GEL, 6.25 PPS LCM-1 MIXED @ 11.9 GAL/SK (YLD:2.11, WT:12.10) Tail: 80 SX TYPE 111 W/ 2% CACL2, .25% CELLOFLAKE MIXED @ 6.7 GAL/SK (YLD:1.39, WT:14.60)

2nd INTERMEDIATE LEVEL

| Location NE SEC | 28, T27 N, R6W | | · _ _ | |
|-------------------|---------------------------|-------------------|------------------|------------|
| TD Date 9/29/2002 | 2 TD Hole | Total Depth: 7642 | He | ole 6-1/4" |
| Joints | Joint Description | | Total | Running |
| | FLOAT SHOE | | 1.00 | 1.00 |
| | KB | | 15.00 | 16.00 |
| 178 | 4-1/2" 11.6# I-80 LTC CSG | | 7401.85 | 7417.85 |
| | MARKER JT | | 13.97 | 7431.82 |
| 4 | 4-1/2" 11.6# I-80 LTC CSG | | 165.31 | 7597.13 |
| | FLOAT COLLAR | | 1.00 | 7598.13 |
| 1 | 4-1/2" 11.6# N-80 LTC CSG | | 42.24 | 7640.37 |
| 183 | Total Joints Ran | | 7640.37 | |

Cemented as Top Cement:

Stage 1 - 85 SX TYPE 111 PREM LITE HIGH STRENGTH W/ 2% CACL2, 5 PPS LCM-1, .25 PPS CF, 1% FL-52, .3% CD32, .3% R3 MIXED @ 12.7 GAL/SK (YLD:2.37, WT:11.90)Tail: 525 SX SAMES AS LEAD MIXED @ 10.1 GAL/SK (YLD:2.02, WT:12.50)