Form 3160-5 (August 1999)

1. Type of Well

2. Name of Operator

5525 HWY. 64

☐ Oil Well 🔀 Gas Well 🔲 Other

FARMINGTON, NM 87401

PHILLIPS PETROLEUM COMPANY

36.83778 N Lat, 107.51000 W Lon

4. Location of Well (Footage, Sec., T., R., M., or Survey Description,

Sec 6 T30N R6W Mer SWSW 1300FSL 840FWL

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO 1004-0135 Expires: November 30, 2000

5. Lease Serial No.

| | | 012735 | |
|---|-----------|---------------|------------|
| 9 | If Indian | , Allottee or | Tribe Name |

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an
abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

Contact:

2001
7. If Unit or CA/Agreement, Name and/or No. NMNM78421A&B
8. Well Name and No. SAN JUAN 31-6 UNIT 8M
9. API Well No. 30-039-26481
10. Field and Pool, or Exploratory BASIN DK & BLANCO MV

11. County or Parish, and State
RIO ARRIBA COUNTY, NM

| 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTH | TACT |
|--|------|

PATSY CLUGSTON

Ph: 505.599.3454

Fx: 505-599-3442

E-Mail: plclugs@ppco.com

3b. Phone No. (include area code)

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|--|---|---|---|
| □ Notice of Intent ☑ Subsequent Report □ Final Abandonment Notice | ☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection | ☐ Deepen ☐ Fracture Treat ☐ New Construction ☐ Plug and Abandon ☐ Plug Back | ☐ Production (Start/Resume) ☐ Reclamation ☐ Recomplete ☐ Temporarily Abandon ☐ Water Disposal | □ Water Shut-Off □ Well Integrity ☑ DRG |

13. 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.)

4-1/2" CASING REPORT

Drilled ahead w/6-1/4" bit & drilled from 3455' to 7208'. Tried to COOH. Lost 12 collars. Planned to set cement plug & drill around drill collars. TIH w/open ended 3-1/2" drill pit & tagged fish @ 6934'. RU BJ to spot a cement plug @ 6664'-6914'. Pumped 15 bbls H2O ahead of 50 sx Cl H Neat. WOC. RIH w/bit & tagged up @ 6128'. Drilled though cement stringers @ 6230'-6475'. Hole tight on bottom, circuation stopped. PU - stuck pipe @ 6475'. Ran free point, back off @ 6100'. TOH. PU fishing tools, tried to fish. On 9/1/01 Tom Ferg with PPCo called BLM and reached Joel Farrell @ 1200 pm and discussed problem. Told Mr. Farrell plans are to cement plugs in well to the 7" shoe and sidetrack well.

9/3/01. Ran free point tools unable to get past 6118'. COOH w/fishing tools. Circ. hole w/1500 sfm air, TOH to 5453'. Spotted a cement plug from 5453' - 6089' Pumped 20 bbls H2O ahead of 120 sx (144 cf) Type 3, 4#/sx Pheno-seal, 1#/sx Gilsonite, 1/4# sx Cello-flake, 0.75 % FL-52. Displaced w/5 bbls H2O. Let cement fall into place. PU to 4774'. Spotted a cement plug from 4774'

| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #7060 verified For PHILLIPS PETROLEUM CO Committed to AFMSS for process | by the BLM Well Information System MPANY, sent to the Farmington sing by Lucy Bee on 09/21/2001 () |
|---|--|
| Namc (Printed/Typed) PATSY CLUGSTON | Title AUTHORIZED REPRESENTATIVE |
| Signature THIS SPACE FOR FEDERA | Date 09/18/2001 AL OR STATE OFFICE USE |
| | |
| _Approved By | Title Date |
| 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. | Office |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

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Additional data for EC transaction #7060 that would not fit on the form

32. Additional remarks, continued

- 5454'. Pumped 20 bbls H2O ahead of 120 sx (144 cf) Type 3, 4#/sx Pheno-seal, 1#/sx Gilsonite, 1/4#/sx Cello-flake, 0.75% FL-52. Displaced w/5 bbls H2O. Let cement fall into place. Should have cement plug from 4774' - 6089'. Mesaverde from 5165' - 5820'. WOC.

RIH to tag TOC, cement not cured yet & pipe got stuck @ 3940' to 4840'. Cut of pipe @ 3940'. WOC. Pumped 100 sx (120 cf) Type 3, 4#/sx Pheno-seal, 1#/sx Gilsonite, 1/4#/sx Cello-flake, 0.75% FI-52, 1% CaCl2. WOC. RIH w/ Blue Jet wireline & set a CIBP @ 3409'. RIH w/whipstock and started cutting window @ 3387' - 3402'. Circ. hole. Drilled ahead to 7838' TD. TD reached 9/10/01. Circ. hole.

RIH w/4-1/2" 11.6# I-80 casing and set @ 7838' with ported collar @ 3378'. RU to cement. Pumped a preflush of 10 bbls KCI water, 10 bbls gel water and the 1st slurry - 25 sx (57 cf - 10 bbl slurry) Type 3, 35:65 POZ, 6% Bentonite, 10#/sx CSE, 1#/sx Gilsonite, 0.3% CD-32, 0.75% FL-52, 0.2% R-3, 0.02#/sx Static Free, 0.25#/sx Cello-flake. 2nd slurry-50 sx (117 cf -20.83 bbl slurry) Type 3 35:65 POZ, 6% Bentonite, 10#/sx CSE, 1#/sx Gilsonite, 0.3% CD-32,0.75% FL-52, 0.2% R-3, 0.02#/sx Static Free, 0.25#/sx Cello-flake, 5#/sx Pheno-seal. 3rd slurry - 240 sx (557 cf - 99.19 bbl slurry) Type 3, 35:65 POZ, 6% Bentonite, 10#/sx CSE, 1#/sx Gilsonite, 0.3% CD-432, 0.75% FL-52, 0.2% R-3, 0.02#/sx Static Free, 0.25#/sx Cello-flake, 2.5#/sx Pheno-seal. 4th slurry- 25 sx (46 cf - 8.19 bbl slurry) Type 3, 35:65 POZ, 6% Bentonite, 10#/sx CSE, 1#/sx Gilsonite, 0.3% CD-32, 0.75% FL-52, 0.2% R-3, 0.02#/sx Static Free, 0.25#/sx Cello-flake, 5#/sx Pheno-seal. Displaced with 125 bbls H2O. Plug down @ 1809 hrs 9/11/01. Circ. 2 bbls cement to surface. ND BOP, set slips and cut off casing. RD & released rig 9/11/01.

9/14/01 MIRU Cudd Coiled tubing unit. RIH w/mill on coiled tubing & tagged fill @ 7788'. C/O fill & milled out shoe to 7832' (PBTD). Circ. hole. RD CUDD. Will report casing PT on next report.