Submit 3 Copies
To Appropriate
District Office
DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, NM 87505 WELL API NO.

Santa Fe, NM 87
DISTRICT II

i. Indicate Type of Lease
STATE FEE

30-039-26985

6. State Oil & Gas Lease No. E-289

DISTRICT III

1000 Ric Brazos Rd., Aztec, NM 87410

811 South First, Artesia NM 88210

| | SUNDRY NOTICES AND REPORTS ON WELLS | 7. | Lease Name or Unit Agreement Name: | | | | | |
|-----------------------------|--|--------|---------------------------------------|----------------------|--|--|--|--|
| (1 | DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG B DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR | | | | | | | |
| | PROPOSALS | REPORT | | ROSA UNIT | | | | |
| 1. | Type of Well: | | | | | | | |
| | Oil Well Gas Well Other | | | | | | | |
| 2. | Name of Operator | | 8. | Well No. | | | | |
| | | | | | | | | |
| WILLIAMS PRODUCTION COMPANY | | | | 148B | | | | |
| 3. | Address of Operator | | 9. | Pool name or Wildcat | | | | |
| | | | | | | | | |
| PC | DBOX 3102, MS 25-1, TULSA, OK 74101 | | | BLANCO MV | | | | |
| 4. | Well Location (Surface) | | | | | | | |
| | Unit letter P: 230 feet from the SOUTH line & 1125 feet from the EAST line Sec 02-31N-6W RIO ARRIBA, NM | | | | | | | |

10. Elevation (Show whether DF, RKB, RT, GR, etc.

Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

6236' GR

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

PERFORM REMEDIAL WORK

PLUG AND ABANDON

REMEDIAL WORK

ALTERING CASING

TEMPORARILY ABANDON

CHANGE PLANS

COMMENCE DRILLING OPNS.

PLUG AND ABANDONMENT

PULL OR ALTER CASING

OTHER:

CASING TEST AND CEMENT JOB: OTHER: __Drilling Completion

 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.

<u>05-24-2002</u> MOL & RU. Drill rat & mouse hole. Spud 12-1/4" surface hole at 1830 hrs 5/23/02 with bit #1 (12-1/4", HTC, GT-1). Drilling @ 371'

<u>05-25-2002</u> Drill from 371' to 520' with bit #1 (12-1/4", HTC, GT-1). Circulate, TOOH, ran 11 jts (495.39') of 9-5/8" 36#, K-55, LT&C casing and set at 510' KB. BJ cemented with 220 sx (310 cu.ft.) of Type III RMS with 2% CaCl₂ and 1/4# cello-flake/sk. Displaced plug with 37 bbls of water. Plug down at 1200 hrs 5/24/02. Circulated out 11 bbls of cement. WOC. Nipple up BOP'S. Pressure test BOP's & surface equipment-Tested OK. Make up bit #2 (8-3/4", RTC, TD-51). TIH. Tag cement @ 470". Drill cement with water. Begin drilling 8-3/4" hole with water & polymer. Drill from 520" to 1125"

Continued on Back

| I hereby certify that the information above is true and complete to the best of my knowledge and belief. | | | | | | | | | |
|--|--------------|-----------------------------|------------------------|---------------------------|---|--|--|--|--|
| SIGNATURE TRACY ROSS | TITLE: _ | PRODUCTION ANYALS | r date | : _June 3, 2002 | | | | | |
| Type or print name TRACY ROSS | | | _Telephone N | No: <u>(918) 573-6254</u> | | | | | |
| This space for State use) | BEPUT | Y Ok a statement | | JUN 1 0 2002 | _ | | | | |
| A STATE OF THE STA | | A A STATE AND THE SELECTION | 新 香门 <i>排</i> 身 | JUN 1 0 2002 | | | | | |
| APPROVED BY | TI | TLE | | _DATEDATE | | | | | |
| Conditions of approval, if any: | | | | | | | | | |
| | | | | | | | | | |

<u>05-26-2002</u> Drill from 1125' to 2102' with bit #2 (8-3/4'', RTC, TD-51). TOOH, MU bit #3 (8-3/4'' HTC, GTO9-C). TIH, ream 30' to bottom. Continue drilling from 2102' to 2315'. Drilling @ 2315'

<u>05-27-2002</u> Drill from 2315' to 2537' with bit #3 (8-3/4'' HTC, GTO9-C). TOOH, MU bit #4 (8-3/4'', HTC, GTO9-C). TIH, ream 50' to bottom. Continue drilling from 2537' to 3040'. Drilling @ 3040'

05-28-2002 Drill from 3040' to 3550' with bit #4 (8-3/4'', HTC, GTO9-C). Circulate @ intermediate TD. Getting gas kick to surface. Increase mud weight to 10.5# per gallon to control gas kick. Short trip 10 stands. Circulate @ 3545'. TOOH to run 7'' casing

05-29-2002 Finish TOH &LD DC's. Change out rams and rig up casing crew. Ran 75 jts. (3536.20') of 7", 20#, K-55, ST&C casing and landed at 3550' KB. Float at 3503'. Rig up BJ and cement. Lead with 375 sx (783 cu.ft.) of Type III 65/35 poz with 8% gel, 1% CaCl₂ and 1/4# celloflake/sk. Tailed with 180 sx (252 cu.ft.) of Type III with 1/4# celloflake/sk and 1% CaCl₂. Displaced plug with 141 bbls of water. Plug down at 1230 hrs 5/28/02. Circulated out 15 bbls of cement. WOC. Nipple up BOP's and blooie line. Pressure test BOPs and casing to 1500# - held OK. Make up bit # 5(6-1/4'', STC, H41R6R2). Pick up 4-3/4'' DC's & TIH. Tag cement @ 3490'. Unload hole with air. Drill cement with air & mist. Dry hole to dust. Dusting @ 0115 hours 5/29/02. Drilling @ 4330'

05-30-2002 Drill from 4330' to 5990' with bit # 5(6-1/4'', STC, H41R6R2). Circulate @ TD. Trip string float & run survey. TOH & LDDC's. Rig up casing crew & run 4-1/2'' casing. Ran 55 jts. (2546.34') of 4-1/2", 10.5#, K-55, ST&C casing & TIW liner hanger on drill pipe landed at 5990' KB. Latch collar at 5966' KB & marker joint at 5565' KB. Top of liner at 3443' - 107' of overlap into 7". Rig up BJ. Scavenger: 30sx of Premium Light HS + 1% FL-52 + .3% CD-32 + 2% KCl Lead: 70sx (141 ft³) of Premium Light HS + 1% FL-52 + .3% CD-32 + 2% KCl. Tail: 100 sx (200 ft³) of Premium Light HS + 1% FL-52 + .3% CD-32 + 2% KCl + .25 #/sk Celloflake. Displaced plug w/ 67 bbls of water. Plug down at 0415 hrs 5/30/02. Set pack-off & circulate out 18 bbls of cement. LDDP

05-31-2002 Finish LDDP. Nipple down BOP's. Rig down. Rig released @ 1100 hours 5/30/02

1