Form 3160-5 *(December 1989)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135 Expires: September 30, 1990 Lease Designation & Serial #: BUREAU OF LAND MANAGEMENT

| SIMDRY | NOTICES | AND | REPORTS | ON | WELLS |
|--------|---------|-----|---------|----|-------|

| | | | NM-03358 |
|-------------------|-----------------------------------|---|--|
| Do not uco | | ND REPORTS ON WELLS , deepen or reentry to a different re | 6. If Indian, Allottee/Tribe Name |
| po not use | | | 3.24 |
| | | 1.34 (7.17) 200 | 7. If Unit or CA, Agmt. Design.: |
| | SUBMIT II | N TRIPLICATE | Northeast Blanco Unit |
| 1. Type of | Well: oil well | gas well X other a little was in E. F. i | 8. Well Name and No.: |
| 2. Name of | Operator: Blackwood & Ni | chols Co., Ltd. D | N.E.B.U.# 440 |
| 3. Address | of Operator: P.O. Box 1237, | Durango, CO 81302-1237 | 9. API Well No.: |
| 4 Location | n of Well: (Footage, Sec., T., R. | M or Survey Description) | 30-045-27555 |
| 4. Location | or activitionings, occi, ii, ki | , m, or darvey best theren. | 10. Field & Pool/Expltry Area: |
| | 1156' FNL, 903 | FEL - Sec. 11, T31N, R7W | Basin Fruitland Coal |
| | | | 11. County or Parish, State: |
| | | | San Juan, New Mexico |
| 12. | CHECK APPROPRIATE B | POX(s) TO INDICATE NATURE OF NOTICE, R | REPORT, OR OTHER DATA |
| | TYPE OF SUBMISSION | T | YPE OF ACTION |
| | | Abandonment | Change of Plans |
| | Notice of Intent | Recompletion | New Construction |
| 4 | | Plugging Back | Non-Routine Fracturing |
| Subsequent Report | | Casing Repair | Water Shut-Off |
| | manufall Alexandren and Manager | Altering Casing | Conversion to Injection |
| | Final Abandonment Notice | X Other: COMPLETION | |
| | | • | ults of multiple completion on Well Completion |
| | <u> </u> | or Recompletion Re | eport and Log form.) |
| date o | f starting any proposed work. I | f well is directionally drilled, give | , and give pentinent days, including est mated e subsurface locations and measured and true |
| vertica | al depths for all markers and zon | is pertinent to this work. | APR 0 9 199 0 |
| | | | OIL CON. DIV. |
| 1-8-90 | Move on an rig up. | | DIST. 3 |
| 1-9-90 | Pressure tested 7" | casing and BOP blind r | ams to 2000 psig - held OK. |
| | Picked up 6-1/4" b: | it drill collars, then | 3-1/2" drill pipe. |
| | Pressure tested 3-1 | 1/2" pipe rams to 2000 formation from 3059' to | psig - held OK. |
| | Drilled Fruitland | formation from 3059. Co | o 3161. with water. |
| | (| (Continued on next page | =) |
| 14. I l | hereby certify that | the foregoing is true | and correct. |
| | Lilling Illa | WILLIAM F. CLARK Title:OPERAT | IONS MANAGER Date: 19/1/an 90 |
| sianad. 21 | | E WILLIAM F. CLARK | TOWN PROMISER Date. |
| Signed: 20 | | | |
| Signed: 21 | (This space for Federal or Stat | e office use) | |
| Signed: 22 | (This space for Federal or Stat | Title | Accepted For Record |
| Signed: 21 | (This space for Federal or Stat | Title | Accepted For Record APR 0.4.1990 |

Chief, Branch of Mineral Resources Farmington Resource Area 1-10-90 TD to 3404'.

Drilled formation from 3161' to 3404' with water. Coal intervals: 3116' - 3119' 3265' - 3266' 3142' - 3147' 3281' - 3286' 3148' - 3160' 3291' - 3292' 3163' - 3172'

3221' - 3229' 3147' - 3248' 3258' - 3261'

Circulated hole with water; returns light coal, 1/16" minus sized.

Circulated with air and water; returns light coal with shale and siltstone and 20' gas flare.

1-11-90 Circulated with air and water, returns light coal, 1/16" - 60%, with 40% shale and siltstone.

Gauged well, 2" pitot: 1 hour, 752 MCFD (dry). Shut in well for buildup: 2-1/4 hrs - 950 psig.

Surged well. Circulated well with air and wat er. Returns light coal, 1/4" - 60%, and 40% shale and siltstone. Water test, bucket gauge - 171 BWD.

1-12-90 Work pipe, circulate with air and water. Returns light coal, 60%, with 40% shale and siltstone.

Gauge well, 2" pitot: 1 hr, 970 MCFD (dry). Shut well in for build up: 1/4 hr - 220 psig; 1/2 hr - 445; 3/4 hr -560; 1 hr - 660; 1-1/4 hrs - 880; 1-1/2 hrs - 950; 1-3/4 hrs - 1020; 2 hrs - 1050 psig.

Surge well. Circulate with air and water. Returns moderate coal, 1/16" to 1/4" - 85%, with 15% shale and siltstone in black water.

Gauge well, 2" pitot: 1 hr - 970 MCFD (dry).

1-13-90 Shut well in. Build up: 1/4 hr - 290 psi, 1/2 hr - 500 psi; 3/4 hr - 660 psi; 1 hr - 740; 1-1/4 hrs - 800 psi; 1-1/2 hrs - 870 psi; 1-3/4 hrs - 910 psi; 2 hrs - 950 psi.

Surge well. Work pipe with water. Returns moderate decreasing to light 1/4" to 1/2 coal (90%), shale and siltstone in gray to clear water.

Work pipe and blow open hole with air and water. Returns light 1/6" coal (80%), shale and siltstone. No hole problems. Pitot gauge well through 2" line: 1 hr., 1374 MCFD (damp). Bucket tests: 188 BWD. 12:00 p.m., 154 BWD.

1-14-90 Working pipe with air only and 12 BBL water sweeps hourly. Flow well through 3/4" fixed choke: 1 hr. - 989 MCFD (wet).

Pitot gauge well through 2" line: 1 hr - 1520 MCFD (wet). Work pipe with aor and water. Returns light to moderate decreasing to light 1/16" to 1/2" coal (90%). No hole problems. Work pipe with air only with 12 Bbls water sweeps hourly. No hole problems.

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1-15-90 Work pipe circluate withair and water sweeps every hour. Returns light coal. Water production was 154 BWD. Circulate with air and water sweeps. Returns light coal, gas and gray water. TOH with drill pipe and drill collars.

Pick up and strip 5-1/2" liner into hole. Liner has 4 HPF, 0.625" size.

1-16-90 Circulate hole with air and then picked up liner 11' of bottom; set liner.

Liner Summary: Top - 2996'; Bottom - 3392'

Perforations: 4 HPF, 0.625"
3101-3118', 3140-3176', 3217-3233', 3236-3272', 3276-3292
Pick up 4-1/2" plug mill. TIH with 2-3/8" tubing. Miller liner perf plugs.

1-17-90 TOH and lay down 4-1/2" plug mill. Pick up 2-3/8" expendable check and TIH. Land tubing and ND BOPs, NU wellhead. Pump off expendable check with 1550 psig.

Run 97 joints (3182.11) 2-3/8" tubing 4.7# J-55 EUE FBN TRS, set at 3198'. Flow well; final gauge, 2" pitot: 1 hr - 1,454 MCFD (wet). Gauged water production - 154 BWD. Rig released 1-16-90.