

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

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

Form C-103
May 27, 2004

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) RECEIVED MAY 31 2005		WELL API NO. 30-015-33993
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator OXY USA WTP Limited Partnership		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 50250 Midland, TX 79710-0250		7. Lease Name or Unit Agreement Name: Villa B
4. Well Location Unit Letter <u>D</u> : <u>1090</u> feet from the <u>north</u> line and <u>1115</u> feet from the <u>west</u> line Section <u>8</u> Township <u>23S</u> Range <u>28E</u> NMPM County <u>Eddy</u>		8. Well Number 2
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3029'		9. OGRID Number 192463
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/> OTHER: <input type="checkbox"/>

13. 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

See Attachment

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐ , a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE David Stewart TITLE Sr. Regulatory Analyst DATE 5/26/05

Type or print name David Stewart

E-mail address:

Telephone No. 432-685-5717

For State Use Only

FOR RECORDS ONLY

APPROVED BY _____ TITLE _____ DATE JUN 01 2005

Conditions of Approval, if any:

VILLA B #2

04/01/2005 CMIC: LANGE

DRILLING AHEAD AND PLUG BIT. CHASE BIT WITH OUT SUCCESS. TRIP OUT OF HOLE FOR PLUGGED BIT. FOUND SOME METAL & A PIECE OF RUBBER IN BIT. TRIP IN HOLE. DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/02/2005 CMIC: LANGE

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS

04/03/2005 CMIC: LANGE

DRILLING AHEAD WITH NO PROBLEMS.

04/04/2005 CMIC: LANGE

DRILLING AHEAD WITH NO PROBLEMS.

04/05/2005 CMIC: LANGE

DRILLING AHEAD WITH NO PROBLEMS.

04/06/2005 CMIC: LANGE

DRILLING AHEAD WITH NO PROBLEMS.

04/07/2005 CMIC: LANGE

DRILLING AHEAD WITH NO PROBLEMS.

04/08/2005 CMIC: LANGE

DRILLED TO 7265' AND BIT TORQUED. DROPPED TOTCO AND TOO. CHANGED OUT BIT. TBIH WITH BIT AND BHA. WASHED 30' TO BOTTOM. DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/09/2005 CMIC: LANGE

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/10/2005 CMIC: LANGE

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/11/2005 CMIC: LANGE

DRILLING TO 8734'. PUMP SOFTLINE & TRIP FOR PRESSURE LOSS. FOUND HOLE BOTTOM JOINT OF THE 48TH STAND. TRIP IN HOLE. WASH 30' TO BOTTOM, NO FILL. DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/12/2005 CMIC: LANGE

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS

04/13/2005 CMIC: LANGE

DRILLING TO 9701'. PUMP SOFTLINE AND TRIP FOR PRESSURE LOSS. FOUND HOLE IN DRILL PIPE IN THE SLIP AREA OF THE TOP JOINT OF THE 74TH STAND. TRIP IN HOLE. DRILLING AHEAD AT REPORT TIME.

04/14/2005 CMIC: LANGE

DRILLING AHEAD AT REPORT TIME. GOING THRU SEPERATOR & DRILLING WITH 4' TO 5' FLARE.

04/15/2005 CMIC: LANGE

DRILLING TO 10325', TD. CIRCULATE & RAISE MUD WT TO KILL GAS. MUD UP TO 10.1 STILL HAVE LAZY 1' FLARE.

04/16/2005 CMIC: LANGE

SHORT TRIP 30 STANDS & MONITOR WELL FOR 1 HOUR. WELL BUBBLING BUT NOT FLOWING. TRIP IN HOLE. CIRCULATE FOR 2 HOURS. HAD 4-5' FLARE ON BOTTOMS UP FOR 10 MINUTES THEN BACK TO LAZY 1' FLARE. STRAP OUT OF HOLE FOR LOGS. HOLE TAKING RIGHT AMOUNT OF FLUID ON WAY OUT OF HOLE. RU BAKER ATLAS & LOG WELL. LOGGERS TD 10324'. HOLE TAKING ABOUT 3-4 BBLS/HOUR WHILE LOGGING. RD LOGGERS AT REPORT TIME.

04/17/2005 CMIC: LANGE

RD LOGGERS. TRIP IN HOLE TO BOTTOM OF CASING, 2527'. CUT DRILLING LINE. FINISH TRIP IN HOLE. CIRCULATE FOR CASING. HAD 10-15' FLARE ON BOTTOMS UP THEN TO LAZY 1' FLARE WHILE CIRCULATING. RU LAY DOWN MACHINE & LAY DOWN DRILL PIPE & DRILL COLLARS. RU CASING CREW & RUN CASING AT REPORT TIME.

04/18/2005 CMIC: LANGE

FINISH RUNNING CASING. RAN 242 JOINTS 7", 26#, P-110 & L-80 CASING. TOTAL PIPE 10328' SET AT 10325'. DV TOOL AT 6994'. CIRCULATE CASING WITH RIG PUMP, HAD 10' TO 15' FLARE ON BOTTOMS UP FOR ABOUT 5 MINUTES THEN BACK TO 1'. RU HALLIBURTON & CEMENT 1ST STAGE WITH 24 BBLs SUPER FLUSH, 275 SX INTERFILL H LEAD & 200 SX PREMIUM TAIL. DISPLACED WITH MUD, DID NOT BUMP PLUG. HAD GOOD RETURNS THRU OUT CEMENT JOB. RELEASE PRESSURE, FLOATS HOLDING. DROP BOMB & OPEN DV TOOL. CIRCULATED OUT 75 SX CEMENT OFF OF DV TOOL. SWITCH TO RIG PUMP & CIRCULATE THRU DV TOOL FOR A TOTAL OF 6 HOURS. RU HALLIBURTON, MIX & PUMP 850 SX INTERFIL H LEAD & 200 SX PREMIUM TAIL. DISPLACE TO DV TOOL WITH MUD. HAD ONLY PARTIAL RETURNS DURING DISPLACEMENT. CLOSED DV TOOL WITH 2250 PSI. BLEED OFF PRESSURE, DV TOOL CLOSED. RD HALLIBURTON. NIPPLE DOWN BOP & HANG. SET SLIPS WITH 200,000#. NU "C" SECTION & TEST TO 4300# OK. RAN TEMP SURVEY & FOUND TOP OF CEMENT AT 4417' NU BOPE @ REPORT TIME.

04/19/2005 CMIC: LANGE

FINISH NU BOP. TEST ALL BOPE TO 5000 PSI HIGH & 250 PSI LOW. TEST ANNULAR TO 2500 PSI HIH & 250 LOW. TEST MUD LINE TO 2500 PSI. TEST CASING TO 1500 PSI. HOOK UP FLOW LINE & MUD GAS SEPERATOR. RU LAYDOWN MACHINE. PU BHA & 39-4 3/4" DRILL COLLARS. PU 3 1/2" DRILL PIPE. TAG CEMENT ON TOP OF DV TOOL AT 6930' DRILL CEMENT & DV TOOL. DV TOOL AT 6990'. CIRCULATE HOLE CLEAN. TEST DV TOOL TO 1100 PSI FOR 15 MINUTES, OK. PICK UP DRILL PIPE. DRILL CEMENT, FLOAT COLLAR & FLOAT SHOE. DRILLING NE FORMATION AT 3:00 AM 4-19-05 MST. DRILL TO 10335'. RUN MWE TEST TO 12PPG WITH 1000 PSI STAND PIPE PRESSURE, OK. DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/20/2005 CMIC: LANGE

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/21/2005 CMIC: LANGE

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/22/2005 CMIC: LANGE

DRILLING AHEAD WITH NO PROBLEMS.

04/23/2005 CMIC: LANGE

DRILLED TO 10,981' AND BIT TORQUED. TOOH WITH BIT AND BHA. CHANGED OUT BIT. TBIH WITH BIT AND BHA. WASHED 30' TO BOTTOM. DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/24/2005 CMIC: LANGE

DRILLING AHEAD WITH NO PROBLEMS.

04/25/2005 CMIC: LANGE

DRILLING AHEAD WITH NO PROBLEMS.

04/26/2005 CMIC: LANGE

DRILLED TO 11,303' AND TOOK GAS KICK. CIRCULATING THROUGH CHOKE MANIFOLD AT REPORT TIME RAISNG MUD WEIGHT TO 12.3 PPG.

04/27/2005 CMIC: LANGE

CIRCULATED THROUGH CHOKES AND RAISED MUD WEIGHT TO 12.4 PPG. WELL DEAD. RAN WIRELINE SURVEY. CIRCULATED BOTTOMS UP WITH NO FLARE. DRILLED AHEAD TO 11,313' AND BIT TORQUED. SHORT TRIP 15 STANDS. WAIT 2 1/2 HOURS AND RBIH WITH BIT. CIRCULATED BOTTOMS UP WITH NO FLARE. TOOH WITH BIT AND BHA. LEFT ONE CONE IN HOLE. W/O MAGNET. TIH WITH MAGNET AT REPORT TIME.

04/28/2005 CMIC: LANGE

TRIP IN HOLE WITH MAGNET. CIRC BOTTOMS UP, NO GAS. WORK MAGNET. TRIP OUT OF HOLE. RECOVERED CONE. TRIP IN HOLE WITH NEW BIT. WASH & REAM 60' TO BOTTOM. DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/29/2005 CMIC: LANGE

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

04/30/2005 CMIC: LANGE

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

VILLA B #2

05/01/2005 CMIC: LANGE

DRILLING TO 11567' PUMP SLUG AND TRIP FOR BIT.

05/02/2005 CMIC: LANGE

TRIP OUT FOR BIT. PULLED 34 STANDS, HOLE NOT TAKING RIGHT AMOUNT OF FLUID. ATTEMPT TO GO BACK TO BOTTOM. WELL FLOWING. DERRICK HAND DROPPED STAND ACROSS DERRICK. PU KELLY. CIRCULATE & CONDITION WELL AT 8400. BRING MUD WT UP TO 14.4. CASING PRESSURE DOWN TO 400 PSI. INSTALL DART VALVE AND STRIP TO BOTTOM THRU HYDRILL. LOAD PIPE WITH 21 BBLs MUD & PRESSURED UP. COULD NOT BREAK CIRCULATION. STRIP BACK OUT OF HOLE TO DART VALVE. VALVE FULL OF RUST & SCALE FROM DRILL PIPE. WHILE STRIPPING OUT OF HOLE CASING PRESSURE DROPPED TO 0 PSI. MONITOR WELL. WELL DEAD. TRIP IN HOLE. CIRCULATE GAS OUT OF HOLE. CIRCULATE & CONDITION MUD AT REPORT TIME.

05/03/2005 CMIC: LANGE

CIRCULATE & CONDITION MUD. SHORT TRIP 15 STANDS. MONITOR WELL. CUT DRILLING LINE. MONITOR WELL. TRIP IN HOLE. CIRCULATE BOTTOMS UP. 3-4' FLARE FOR A FEW MINUTES ON BOTTOMS UP. PUMP SLUG & TRIP FOR BIT. CHANGE BIT & TRIP IN HOLE. HAD 10' TO 20' FLARE ON BOTTOMS UP FOR 10 MINUTES. DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS. NO FLARE WHILE DRILLING. WILL LIGHTEN UP MW TO 12.8PPG

05/04/2005 CMIC: LANGE

DRILLING AHEAD & LIGHTEN MW TO 13.5 PPG. GETTING 2'-3' FLARE WHILE DRILLING WITH 13.5 PPG MUD. GETTING 10' FLARE WITH CONNECTION GAS.

05/05/2005 CMIC: MIKE LOVE

DRILLING AHEAD AT REPORT TIME WITH 1-2 ft FLARE. PREP TO TD 6.125 HOLE AT 11,700'

05/06/2005 CMIC: MIKE LOVE

DRILL TO 11700'. CIRC & COND MUD, DROPPING WT TO 12.7+. CHECK FOR FLOW AND MADE SHORT TRIP WITH 16 STANDS INTO CSG. MONITOR WELL FOR FLOW FOR 3 HRS, NO FLOW. TIH AND CIRC BOTTOMS UP THROUGH CHOKE WITH NO PROBLEMS, HAD A 5-10 ft FLARE W/BOTTOMS UP. CIRC DROPPING MUD WT TO 12.5 AT REPORT TIME.

05/07/2005 CMIC: MIKE LOVE

CIRC WELL DROPPING MUD WT TO 12.1 PPG AND CHECKING FOR FLOW WITH NO PROBLEMS. DRILLING FORMATION AT 7:45 PM. DRILL TO 11723. CIRC & COND MUD AT REPORT TIME, PREP TO PULL BIT.

05/08/2005 CMIC: MIKE LOVE

COND MUD FOR TRIP. SHORT TRIP 20 STANDS AND CHECK FOR FLOW. TIH AND CIRC BOTTOMS UP. TOH FOR BIT #8. TIH W/ BIT #9 WITH NO PROBLEMS. DRILLING AHEAD AT REPORT TIME.

05/09/2005 CMIC: MIKE LOVE

HAD A DRILLING BREAK FROM 11741 TO 11743. PICKED UP AND CHECK FOR FLOW, WELL WAS FLOWING. SHUT WELL IN AND HAD A .4# KICK. CIRC GAS OFF BACK SIDE WHILE WAITING ON M-I MUD ENGR. COND MUD TO 12.6 WHILE GOING DOWN HOLE, .2 OVER KILL WT WITH NO PROBLEMS. DRILLING AHEAD AT REPORT TIME.

05/10/2005 CMIC: MIKE LOVE

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

05/11/2005 CMIC: MIKE LOVE

DRILLING AHEAD AT REPORT TIME W/ NO PROBLEMS.

05/12/2005 CMIC: MIKE LOVE

DRILL TO 11963. PREP TO TRIP BIT #9 AT REPORT TIME.

05/13/2005 CMIC: MIKE LOVE

TOH FOR BIT #9 WITH A 12.6 MUD WEIGHT WITH NO PROBLEMS, HAD A 10-15 FT FLARE ON BOTTOMS UP. CUT MUD WEIGHT BACK TO 12.4 PPG WHILE DRILLING. DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

05/14/2005 CMIC: MIKE LOVE

DRILL TO 12032, DRILLING IN 30% CHERT. PREP TO TOH FOR BIT. CHECKED FOR FLOW, MADE A 10 STAND SHORT TRIP AND CHECK FOR FLOW FOR 30 MINS, NO FLOW. TIH AND CIRC BOTTOMS UP. TOH FOR BIT #10 WITH NO PROBLEMS. DRILLING AHEAD AT REPORT TIME.

05/15/2005 CMIC: MIKE LOVE

DRILLING AHEAD AT REPORT WITH NO PROBLEMS.

05/16/2005 CMIC: MIKE LOVE

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

05/17/2005 CMIC: TONY DURAN

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

05/18/2005 CMIC: TONY DURAN

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

05/19/2005 CMIC: TONY DURAN

DRILL TO 12,329' CHECK FOR FLOW, MADE SHORT TRIP AND MONITOR WELL FOR FLOW. TIH TO BOTTOM AND CIRC BOTTOMS UP, TOH FOR BIT #11. TIH WITH DCS AND CUT DRILLING LINE, COMPLETED TIH WITH BIT #12. DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

05/20/2005 CMIC: TONY DURAN

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

05/21/2005 CMIC: TONY DURAN

DRILLING AHEAD AT REPORT TIME WITH NO PROBLEMS.

05/22/2005 CMIC: TONY DURAN

PUMPED SLUG AND SHORT TRIP WITH 10 STANDS. MONITORED WELL FOR FLOW FOR 1/2 HR. TRIP BACK TO BOTTOM AND CIRC BOTTOMS UP. TOH FOR BIT #12. TIH WITH BIT #13. DRILLED 2 FT AND LOST RETURNS AT 12427. PUMPED 150 BBLs LCM PILL AND PULLED 10 STANDS. PUMPED DOWN BACKSIDE AT A REDUCED RATE. CLOSED WELL IN AND MONITOR WELL WHILE WAITING ON WATER TRUCKS, LOSS 378 BBLs OF 12.4 DRILLING MUD. BUILD MUD VOLUME TO A 12.4 WT WITH LCM. CIRC OUT GAS CUT MUD THRU CHOKES AT REPORT TIME.

05/23/2005 CMIC: TONY DURAN

WELL CONTROL, CIRC OUT GAS THRU CHOKES. CIRC & COND MUD AND CHECK FOR FLOW. TIH WITH 10 STANDS TO BOTTOM AND CIRC BOTTOMS UP. CHECK FOR FLOW AND TOH WITH 23 STANDS AND MONITOR WELL FOR FLOW FOR 6 HRS. TRIP BACK TO BOTTOM AND CIRC BOTTOMS UP AND CHECK FOR FLOW. TOH FOR LOGS AT REPORT TIME WITH NO PROBLEMS.

05/24/2005 CMIC: TONY DURAN

TOH FOR LOGS. MIRU BAKER ATLAS AND LOG WELL FROM 12428. TIH WITH BIT A REPORT TIME.

05/25/2005 CMIC: TONY DURAN

COMPLETED C&CM. TOH AND RU LD MACHINE. TIH WITH FS, 1 JT, LANDING COLLAR W/ FLOAT, 48 JTS OF 4.5" 11.6# P-110 LTC LINER, X-O, HYFLO 3 RH SET HANGER, ZXP PACKER, DP TO 12427. MIRU HALLIBURTON SERVICES AND CIRC FOR 1.25 HRS. HUNG LINER AND CEMENT WITH 20 BBLs SUPER FLUSH 102 FOLLOW BY 220 SX PERMIAN BASIN SUPER H MIXED AT 13 PPG, 1.673 FT/SX, 8.241 GPS. SET PACKER 35 PT AND TOH W/ 10 STANDS AND REVERSED CIRC DP FOR 1 HR, NO CEMENT RETURNS. TOH LDDP AT REPORT TIME.

05/26/2005 CMIC: DURAN

LDDP & LINER HANGER SETTING TOOL. TRIP IN HOLE WITH DP & DC'S FROM DERRICK. LADDP & DRILL COLLARS. RIG LD MACHINE. NIPPLE DOWN BOPE. NIPPLE UP FRAC VALVE & CLOSE. JET & CLEAN PITS. RIG RELEASED AT MIDNIGHT, 5-26-05. RIG DOWN. LAST REPORT.