State of New Mexico Energy, Minerals and Natural Resources Department

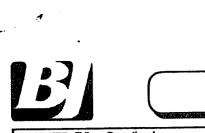
Form C-103 Revised 1-1-89

District Office DISTRICT I OIL CONSERVATION DIVISION P.O. Box 1980, Hobbs, NM 88240 WELL API NO. 2040 Pacheco St. 30-025-35195 Santa Fe, NM 87505 DISTRICT II sIndicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 FEE X STATE State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 N/A SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" Howser (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: GAS WELL X OTHER «Well No. 2Name of Operator Trilogy Operating, Inc. 2 3Address of Operator Pool name or Wildcat P.O. Box 7606, Midland, Texas 79708 House Seven Rivers ₄Well Location 2310 East 660 South Unit Letter Feet From The I ine and Feet From The 208 38E Lea Section NMPM County 10 Elevation (Show whether DF, RKB, RT, GR, etc.) 3567 GR 11 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON COMMENCE DRILLING OPNS. PLUG AND ANBANDONMENT CHANGE PLANS CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** OTHER: OTHER: 12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. 7/03/03 - MIRU pulling unit, POH and LD all sucker rods, POH w/ tbg - notify NMOCD of plugging operations to begin on 7/7/03 7/07/03 - RUWL and set CIBP @ 2800' and bail 35' of cement on top of plug - RDMO WL. RU BJ Services, RIH w/ tog to 2800' and circulate hole w/ 9.6 ppg drilling mud, LD tbg to 1705' and spot 25 sx cement plug, POH w/ tbg and wait 4 hrs - RIH and tag solid cement @ 1463' suspect actual top @ 1230', POH & LD tog to 390' - spot 25 sx cement plug, POH & LD tog - use BJ Service hose; & cap off w/ 10 sx surface plug (Plug # 2 was witnessed by NMOCD - Buddy Hill) - RDMO pulling unit - start surface restoration PLUG # 1 - CIBP @ 2800' w/ 35' cement crown Approved as to plugging of the Bore. PLUG #2 - Cement (25 sx) @ 1705', plug was tagged after 4 hrs PLUG #3 - Cement (25 sx) @ 390' Liability under bond is retained untif) PLUG #4 - Cement (10 sx) @ 10' - surface surface restoration is completed obbs CEMENT JOB REPORT ENCLOSED FROM BJ SERVICES I hereby certify that the information above is true and complete to the best of my knowledge and belief. 6.61817791

TITLE Engineer SIGNATURE C 07-26-2003 TYPE OR PRINT NAME Michael G. Mooney TELEPHONE NO. 432/686-2027 (This space for State Use

CONDITIONS OF APPROVAL. IF A

OC FIELD REPRESENTATIVE II/STAFF MANAGER



CEMENT JOB REPORT

| | R Tril | ogy Operatir | ng, Inc. | DATE | E 07-JUL-03 | | F.K. # | 316610185 | | | | SERV. S | | | | | |
|---|-----------------|--------------|-------------|------------|---|----------|---------|-------------------------|-------------------|--------------|----------------------------------|----------------------------|---------------|----------------------|--|--------------------|--|
| EASE & WELL NAME Howser # 2 - API 30025351950000 LOCATION S 1,T 20 S,R 38 E | | | | | | | | | | | C | COUNTY Lea Ne | | | OCK | | |
| STRICT | 2 - A | 7 30025351 | | | S 1,T 20 S,R 38 E DRILLING CONTRACTOR RIG # | | | | | | | TYPE OF JOB Plug & Abandon | | | | | |
| Hobbs | | VDE OF DE | ice T | let-c | SG-HARDWA | RE | <u></u> | | | PH | YSICAL S | | | | S | | |
| SIZE & TYPE OF PLUGS Perm Bridge Plug, 5-1/2 in, 4.31od | | | | | , | | | SACKS OF CEMENT | SLUF WG PPC | π | SLURRY YLD FT ³ | GP | | PUM TIME HR:MI | SLURRY | BЫ MIX WATER | |
| | | M | ATERIALS FU | RNISHED BY | BJ · | | | | | | | | | | | <u> </u> | |
| Mud | | | | | | | | | | 9 | | ļ | | | 80 | | |
| Fresh H2O | | | | | | | | | | 10 | 1.32 | | 6.32 | | 8.34 | | |
| Class C,3% CaCl2 | | | | | | | | 60 14.8 | | 14.8 | 1.32 | | 0.32 | | 8.6 | | |
| Aud | | | | | | | | | | | | | | | | | |
| Available Mix Water 75 Bbl. Available Displ. Fluid 35 B | | | | | | Bbl. | | | | | | то | TAL | 110.94 | 8.9 | | |
| HOLE | | | | | | D.P. | | | | | | COL | COLLAR DEPTHS | | | | |
| SIZE | | & EXCESS | DEPTH | SIZE | WGT. | 4 | TYPE | | PTH | | GRADE | S | HOE | - | FLOAT | STAGE | |
| | | | | 2,875 | 6.5 | TBG | | 2 | 2800 | | C-75 | | | | | | |
| | LA | ST CASING | | PKR | -CMT RET-BF | R PL-I | LINER | PE | RF. DEPTH | | | | TOP CONN | | WELL F | | |
| SIZE | WG | | | | ID & TYPE | | | | P BT | | | ZE 875 | THRE EUI | | BRINE | WGT. | |
| 5.5 | 17 | 7 CS | G 2850 | Perm Brid | ge Plug, 5-1/ | Z IN | 285 | | | | | 0,3 | | | D. C. W. L. | | |
| DISPL. V | | VOLUME | | PL. FLUID | CAL PSI | | CAL. MA | X PSI OP. I | | | AX TBG PSI | | MAX C | | G PSI | MIX WATER | |
| VOLUME | | UOM | TYPE | WG1 | . BUMP PL | UG | TO RE | | PSI | RATE | | | | TED | Operator | | |
| 9 | | BBLS | Mud | | 0 | | 0 | | <u> </u> | 528 | 8 10 | 000 | 53 | 320 | 1000 | Xports | |
| EXPLANA | TION: | TROUBLE | SETTING TOO | | | dor - | TO CEM | ENTING: | | | | FXPI | ANAT | TON | | | |
| PRESSURE/RATE DETAIL TIME PRESSURE - PSI RATE Bbl. FLUID FLUID | | | | | | | | | MEETIA | IG: B. | CREW | | . REP | | | | |
| HR:MIN. | . - | PIPE | ANNULUS | BPM | PUMPED | TYPE | | TEST LIN | | | 2500 PSI | | | | | | |
| | | | | | | | | CIRCULA | | ELL - | RIG | Ш | BJ | X)- | 50 91 12 | | |
| 08:45 | | 250 | 0 | 5 | | | ESH H2 | Rate Test | | Acetic | | | | 100° | ,, - · · · · · · · · · · · · · · · · · · | * (C) | |
| 08:55 | \dashv | 0 2500 | 0 | 0 | | 0 FRI | ESH H2 | Hold BJ S Test Lines | | ,.ccu l | <u> </u> | | 7.8 7.8 | - | <u></u> | Ç. | |
| 09:07 | 一 | 250 | o | 3 | 80 | MU | | Circulate | Hole W | | ud @ 280 | 00 ft | 76 | | JUL 2003 | <u> </u> | |
| | | 0 | 0 | 0 | 0 | 0 | | Lay Down | | | | | 137 | | JUL LUVO | <u> </u> | |
| 10:10 | | 90 | 0 | 2 | | MU | | Break Circ | | | 5 Et | | 127 | | NLUL!VED | <u>.</u> | |
| 10:13 | | 130 | 0 | 2.5 | | | URRY | Slurry 1st Displacen | | <u>u 1/U</u> | <u>UFL</u> | | 140 | | Hopps | | |
| 10:18 10:25 | | 130 0 | 0 | 2.5 0 | | MU | iU | Pull out of | | Vait to | tag cem | ent | 12 | 7 | 000 | | |
| 10.23 | | <u>U</u> | - 0 | <u> </u> | | | | Tag Ceme | | | | | -/- | 5/ | | | |
| | $\neg \uparrow$ | | | | | | | Lay Down | to 390 |) Ft | | | | 1.05 | | C' | |
| 14:05 | | 90 | 0 | 1 | | MU | | Break Cin | | | | | | | C. D. Live | | |
| 14:10 | \dashv | 200 | 0 | 2 | 5.8 | SLI | URRY | Cement S Lay All Tu | | | <u>'t</u> | | | | | | |
| | | | | | | - | | Rig Crew | IUIIII U Breek | ROP : | 2 Wall U | earl Off | | - ` - | | | |
| | - 1 | | | 1 | 23 | SLI | URRY | Bring Cen | | | | | | | | | |
| 17:45 | | 50 | 0 | <u>-</u> | | | | | | | | | | | | | |
| 17:45 | | 50 | 0 | | | | | Thank Yo | u. Jół | n Rik | 3V:- \ ²³ | | | | | | |
| 17:45 | | 50 | 0 | | , | | | Thank Yo | u, Jol | n Rik | y,- \ ≟ ² * | | | | | | |