N.M. Oil Cons. Division 1625 N. French Dr. Hobbs, NM 88240

UNITED STATES Form 3160-5 FORM APPROVED Budget Bureau No. 1004-0135 (June 1990) DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 **BUREAU OF LAND MANAGEMENT** 5. Lease Designation and Serial No. LC 031620B SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil Well 8. Well Name and No. 2. Name of Operator Skaggs B Well #7

9. API Well No. ConocoPhillips Co. 3. Address and Telephone No. 30-025-28570
10. Field and Pool, or Exploratory Area 4001 Penbrook St. - Odessa, TX 79762 - (432) 368-1667 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Monument Tubb, Skaggs 11. County or Parish, State Drinka: UL-B, Section 12, T-20-S, R-37-E Lea County, New Mexic CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction X Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Other Repair TBG. Leak Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.) 1/2/2004: MIRU PULLING UNIT. HELD PJSM. SHUT DOWN. *** CONTINUED ON BACK *** Title Regulatory Analyst Approved by Conditions of approv Title Date

Title 18 U.S.C. Section 1901; makes it a prime 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

Skaggs B #7

1/5/2004: HELD PJSM. UNHANG WELL. UNSEAT PUMP. COOH WITH RODS AND PUMP. MIRU PUMP TRUCK. KILL WELL, ND WELLHEAD, NU BOP. PICK UP TAG TUBING RIH AND TFF. LAY DN TAG TBG. MIRU TUBOSCOPE, COOH SCANNING TUBING OOH. FOUND 155 JTS YELLOW, 3 BLUE, O GREEN AND RED ON 158 JTS OF BUTTRESS. FOUND 48 YELLOW, 2 BLUE, 1 GREEN, 0 RED OF 51 JTS OF 2-2/8 8RD J-55. TUBING STRING DID HAVE 1 JT OF 2-7/8 POLY LINED TBG ON BOTTOM. DID NOT FIND HOLE, PUMP HAD SPIRAL GUIDE AND 2' CENTRILIZER ON TOP OF PUMP. SUSPECT GUIDES WERE RUBBING ON POLY LINED TBG. TAGGED FILL AT 6925'. SHUT WELL IN. SION.

1/6/2004: HELD PJSM. OPEN WELL, RIH WITH BULL DOG BAILER AND 6-1/4 BIT ON 220 JTS 2-3/8 TBG. TAG AT 6918', CLEAN FILL OUT TO 6950'. PULL UP AND SD. RIH W/BIT AND BAILER TAGGED AT 6950'. COOH WITH TUBING AND BAILER. HAD 5 JTS 2-3/8 FILLED WITH FILL, IRON AND SCALE. RIH W/PROD TBG, 22' SOPMA 3.5, 2-3/8 SN, 1 JT 2-7/8 POLY LINED, 19 JTS 2-3/8 TBG, TAC, 200 JTS 2-3/8 TBG. SEAT NIPPLE WILL BE AT 6907'. SHUT WELL IN, SION.

1/7/2004: HELD PJSM. MIRU PUMP TRUCK, KILL WELL. ND BOP, NU WELLHEAD. DISPLACE 500 GAL 15% ACID FOLLOWED WITH 10 BBLS TREATED BW DN TBG. WAIT 2-5 HRS. START SWABBING. FLUID LEVEL AT 5400' 1ST RUN TO SEAT NIPPLE 6407'. BROUGHT BACK OIL AND IRON SULFIDE. 2ND RUN COULD NOT GET PAST 5800', BROUGHT BACK OIL AND PARRAFFIN, PARRAFFIN SOFT. CONTINUED TO SWAB, RUNNING SWAB DN A LITTLE DEEPER ON EVERY RUN. FINAL DEPTH ON LAST SWAB RUN 6400'. SHUT WELL IN, SION.

1/8/2004: Held PJSM. OPEN WELL, RIH W/SWAB, RAN SWAB TO SEAT NIPPLE. BROUGHT BACK MILKY PARRAFFIN AND OIL. MADE 2^{ND} RUN BROUGHT BACK LIGHT PARRAFFIN AND OIL. WELL BORE FLUID LOOKED CLEAN. MIRU HOT OILER, DISPLACE 30 BBLS HOT OIL WITH PARRAFFIN DISPERSANT DN TBG. PU PUMP AND RIH W/PUMP AND RODS, SPACE WELL OUT. LOAD AND TEST, 500 PSI, OK. HANG WELL ON. GOOD PUMP ACTION. RIG DN PULLING UNIT.

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