30-043-20944 J-27-20N-4W

## CONDITIONS OF APPROVAL FOR PERMANENT ABANDONMENT

Operator Penwell Energy, Inc. Well Name Federal 27 #1

- 1. Plugging operations authorized are subject to the "General Requirements for Permanent Abandonment of Wells on Federal Leases."
- 2. For wells on Federal leases, Al Yepa with the Cuba Field Office is to be notified at least 24 hours (48 hours if possible) before the plugging operations commence. His phone number is (505) 289-3748. Office hours are 7:45 a.m. to 4:30 p.m.

For wells on Jicarilla leases notify Bryce Hammond with the Jicarilla Apache Tribe at least 24 hours (48 hours if possible) before the plugging operations commence. His phone number is (505) 759-1783 ext. 31.

- 3. Blowout prevention equipment is required.
- 4. The following modifications to your plugging program are to be made :

The CIBP set at 6,000' must be covered with 50' of cement.

A plug needs to be placed from 1236' to 1336' to cover the top of the Cliff House Sandstone (Mesa Verde). This plug needs to be within the casing and the annulus.

A plug needs to be placed from 499' to 599' to cover the top of the Pictured Cliffs Sandstone. This plug needs to be within the casing and the annulus.

A 50 foot surface plug must be placed inside the annulas.

The attached go with NOI- PAA Sundry approved 6-7-02



