Submit 3 Copies to Appropriate

Form C-103 Revised 1_1_80

| | ,,, | oco o oparamona | | 1/6/1960 | 1-1-03 |
|--------------------------------------------------------------------------|-----------------------------------|-----------------------|--------------------------------------|------------|--------|
| District Office | | | | | |
| DISTRICT I | ØIL CONSERVATION | DIVISION | WELL API NO. | | |
| P.O. Box 1980, Hobbs, NM 88240 | 2040 South Pacheco S | Street | 30 | -045-23009 | |
| DISTRICT II | Santa Fe, New Mexico 87 | 505-547-6 20 20 30 30 | 5. Indicate Type of Lea | | |
| P.O. Drawer DD, Artesia, NM 88210 | | 2000000 | STATE | X FEE | |
| DISTRICT III | | | (-2) | | |
| 1000 Rio Brazos Rd., Aztec, NM 87410 | | REC 2002 | 6. State Oil & Gas Leas | se No. | |
| SUNDRY NOT | TICES AND REPORTS ON WE | LLS OF CONTINUE | 35 | | |
| (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUSSACK TO | | | | | |
| A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" | | | 7. Crase Name or Unit Agreement Name | | |
| (FORM | C-101) FOR SUCH PROPOSALS.) | | | | |
| Type of Well: | | | | | |
| OIL GAS | 3 | | PAN AM STATE | <u> </u> | |
| WELL X | OTHER | | | | |
| 2. Name of Operator | | | 8. Well No. | | |
| CORDILLERA ENERGY, INC. | | | 1A | | |
| 3. Address of Operator | | | 9. Pool name or Wildcat | | |
| 5802 HIGHWAY 64, FARMINGTON, NEW MEXICO 87401 | | | BLANCO MESA VERDE | | |
| 4. Well Location | | | | | |
| Unit Letter E : 790 | Feet From The <u>WEST</u> Line an | d1450 | Feet From The _NC | DRTHLine | |
| 20 | 2011 | | | | |
| Section 36 | Township 32N Range 13 | | NMPM | County | SJ |
| | 10. Elevation (Show whether | | | | |
| 11. Check Ap | propriate Box to Indicate | Nature of Notice, | Report, or Othe | r Data | |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: | | | | | |
| | | | | | |

| PERFORM REMEDIAL WORK PLUG AND ABAN TEMPORARILY ABANDON CHANGE PLANS PULL OR ALTER CASING | | REMEDIAL WORK ALTERING CASING COMMENCE DRILLING OPNS. PLUG & ABANDONMENT CASING TEST AND CEMENT JOB |
|-------------------------------------------------------------------------------------------|-----|-------------------------------------------------------------------------------------------------------|
| OTHER: | _ 🗆 | OTHER: |

12. 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

It is our intention to plug and abandon the above referenced well ASAP in accordance with attached plug and abandonment procedure.

| I hereby certify that the information above is true and complete to the | e best of my knowledge and belief. | - |
|-------------------------------------------------------------------------|------------------------------------|------------------------------|
| SIGNATURE KALLANDELIN | TITLE PRODUCTION TECHNICIAN | DATE 01/28/02 |
| TYPE OR PRINT NAME KAY S. ECKSTEIN | | TELEPHONE NO. (505) 632-8056 |
| (This space for State Use) | TITLE | JAN 3 0 2002 |
| APPROVED BY | TITLE | DATEDATE |

PLUG & ABANDONMENT PROCEDURE

1/25/02

Pan Am State #1A

Blanco Mesaverde 790' FWL, 1450' FNL, NW Section 36, T-32-N, R-13-W San Juan Co., New Mexico

Note: All cement volumes use 100% excess outside pipe and 50' excess inside pipe. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures.

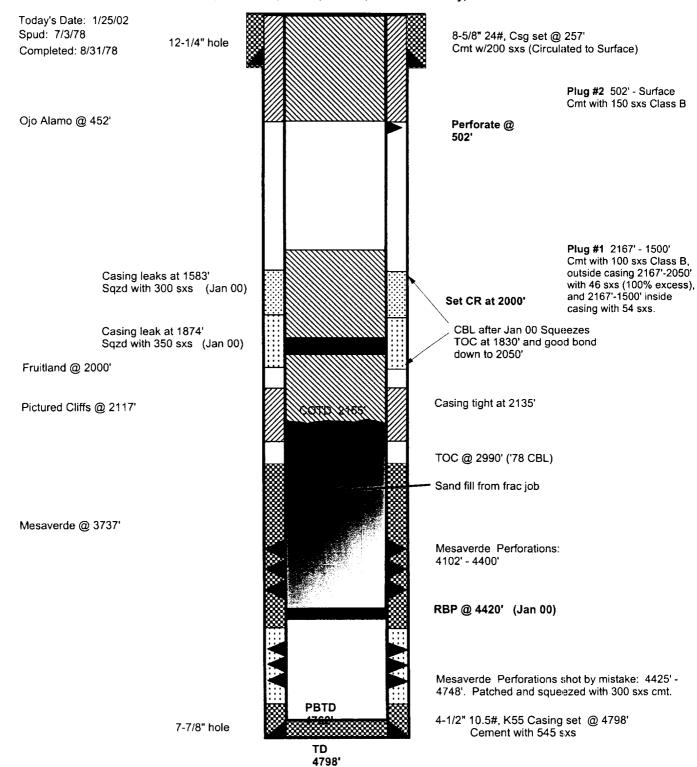
All cement will be ASMA Type II mixed at 15.6 ppg with a yield of 1.18 cf/sx.

- Install and test location rig anchors. Prepare blow pit. Comply with all NMOCD, BLM, and Cordillera safety regulations. MOL and RU daylight pulling unit. Conduct safety meeting for all personnel on location. NU relief line. Blow down well and kill with water as necessary. ND wellhead and NU BOP. Test BOP.
- 2. Tally and prepare a 2-3/8" tubing workstring.
- 3. Plug #1 (Pictured Cliffs and Fruitland tops, 2167' 1500'): TIH with 4-1/2" cement retainer and set at 2000'. Pressure test tubing to 1000#. Load casing with water and circulate clean. Pressure test casing to 500#. If casing does not test, then spot or tag subsequent plug as appropriate. Mix and pump 100 sxs cement, squeeze 46 sxs outside the casing to fill from 2167' to 2050' and spot 54 sxs inside the casing up to 1500' to cover the Pictured Cliffs and Fruitland tops. TOH and LD tubing.
- 4. Plug #2 (Ojo Alamo top and surface, 502' Surface): Perforate 4 squeeze holes at 502'. Establish circulation out bradenhead valve. Mix approximately 115 sxs cement to circulate cement out the bradenhead valve, then shut in casing and connect pump line to bradenhead and pump another 50 sxs into the bradenhead (total of 165 sxs), shut in and WOC overnight.
- 5. ND BOP and cut off wellhead below surface casing flange. Install P&A marker with cement to comply with regulations. RD, MOL and cut off anchors. Restore location per BLM stipulations.

Pan Am State #1A

Proposed P&A
Blanco Mesaverde
1450' FNL & 790' FWL

NW, Section 36, T-32-N, R-13-W, San Juan County, NM



Pan Am State #1A

Current Blanco Mesaverde 1450' FNL & 790'FWL

NW, Section 36, T-32-N, R-13-W, San Juan County, NM

