

Submit 3 Copies To Appropriate District Office
 District I
 1625 N French Dr., Hobbs, NM 88240
 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

Form C-103
 May 27, 2004

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

WELL API NO. 30-041-20349
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. K-4128
7. Lease Name or Unit Agreement Name Citgo State
8. Well Number 1
9. OGRID Number
10. Pool name or Wildcat Bluitt (San Andres) Assoc.

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.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
McDonnold Operating, Inc.

3. Address of Operator
505 N. Big Spring, Suite 204, Midland, Texas 79701-4347

4. Well Location
 Unit Letter M: 766 feet from the South line and 554 feet from the West line
 Section 16 Township 8-S Range 38-E NMPM Roosevelt County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3986 GR

Pit or Below-grade Tank Application or Closure

Pit type STEEL Depth to Groundwater _____ Distance from nearest fresh water well > 1 mile Distance from nearest surface water > 1 mile

Pit Liner Thickness: STEEL mil Below-Grade Tank: Volume 180 bbls; Construction Material STEEL

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input checked="" type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input 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.

8 5/8" 28# csg @ 350' w/ 150 sx circ; 4 1/2" 10.5# csg @ 4,820' w/ 250 sx, TOC 3,722' calc; open perforations 4,781 - 4,798'

- Set CIBP @ 4,731'. Circulate hole w/ mud and pump 25 sx C cmt on CIBP.
- Perforate & squeeze 35 sx C cmt 2,678 - 2,578'. *base of salt plug WOC + TAG*
- Perforate & squeeze 35 sx C cmt 2,312 - 2,212'. *WOC & TAG top of salt plug*
- Perforate & squeeze 50 sx C cmt 400 - 300'. *WOC & TAG surface casing shoe plug*
- Circulate 15 sx C cmt 50' to surface. RDMO.
- Cut off wellhead & anchors, install dry hole marker.



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 [Signature] TITLE Engineer DATE 08/22/07
 Type or print name James F. Newman, P.E. E-mail address: jim@triplenservices.com Telephone No. 432-687-1994

For State Use Only
 APPROVED BY: [Signature] TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE AUG 24 2007
 Conditions of Approval (if any)

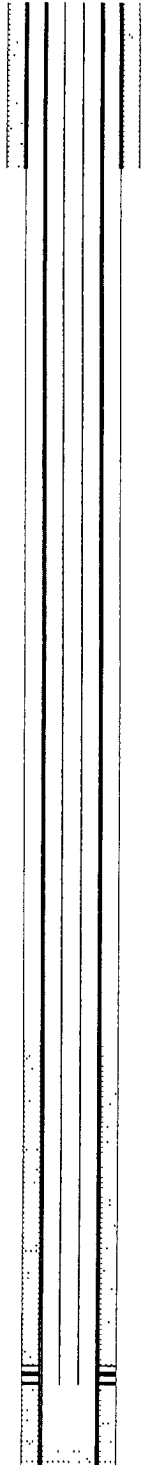
CURRENT WELLBORE SKETCH

McDonnold Operating

Date August 22, 2007

RKB @ _____
 DF @ 3,995
 GL @ _____

Lease & Well No . Legal Description County Field Date Spudded API Number Status	Citgo State no. 1 UL M 766' FSL & 554' FWL, Sec 16, T8S, R38E Roosevelt State New Mexico Blutt (San Andres) Assoc Rig Released 30-041-20349 Current
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11" Hole
8-5/8" 24# @ 350' cmt'd w/ 150 sx circ to surface

Top of salt @ 2,312

Base of salt @ 2,678

7-7/8" Hole
TOC @ 3,722 calc.

2-3/8" tubing @ 4,780'
perfs
 4,781 - 4,798

4-1/2" 10.5# @ 4,820' cmt'd w/ 250 sx
 7-7/8 hole

PBTD 4801
 TD 4825

PROPOSED PLUGGED WELLBORE SKETCH
McDonnold Operating

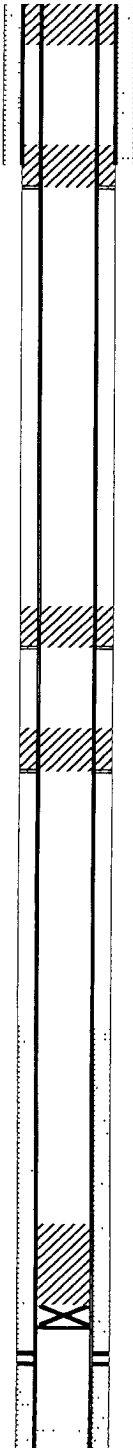
Date August 22, 2007

RKB @ _____
 DF @ 3,995
 GL @ _____

Lease & Well No
 Legal Description

Citgo State no. 1
 UL M 766' FSL & 554' FWL, Sec. 16, T8S, R38E

 County Roosevelt State New Mexico
 Field Bluitt (San Andres) Assoc
 Date Spudded _____ Rig Released _____
 API Number 30-041-20325
 Status PROPOSED PLUGGED



15 sx C cmt 50' to surface

11" Hole
8-5/8" 24# @ 350' cmt'd w/ 150 sx circ to surface
Perf/sqz 35 sx C cmt 400 - 300' WOC & TAG

Top of salt @ 2,312
Perf/sqz 35 sx C cmt 2,312 - 2,212' WOC & TAG


Base of salt @ 2,678
Perf/sqz 35 sx C cmt 2,678 - 2,578'

7-7/8" Hole
TOC @ 3,722 calc.

25 sx C cmt 4,731 -4,370'
Set CIBP @ 4,731'
 perfs
 4,789 - 4,814

4-1/2" 9.5# @ 4844' cmt'd w/ 350 sx
 7-7/8 hole

PBTD.
 TD 4844



PROPOSED PLUGGING PROCEDURE

- 1) Set CIBP @ 4,731'
- 2) 25 sx C cmt 4,739 -4,370'
- 3) Perf/sqz 35 sx C cmt 2,678 - 2,578'
- 4) Perf/sqz 35 sx C cmt 2,312 - 2,212' WOC & TAG
- 5) Perf/sqz 35 sx C cmt 400 - 300' WOC & TAG
- 6) 15 sx C cmt 50' to surface