

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
Sundry Notices and Reports on Wells

1. Type of Well Gas Storage Observation Well	5. Lease Number NM 14237 6. If Indian, All. or
2. Name of Operator PNM	7. Unit Agreement Name
3. Address & Phone No. of Operator Alvarado Square, Albuquerque, NM 87158-2610 (505) 241-4507	8. Well Name & Number San Ysidro #1 9. API Well No. 30-043-05013
Location of Well, Footage, Sec., T, R, M 990' FSL & 990' FWL, Section 20, T-15-N, R-1-E,	10. Field and Pool Aqua Zarca 11. County & State Sandoval County, NM

12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA

Type of Submission	Type of Action	
<input checked="" type="checkbox"/> Notice of Intent	<input checked="" type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Other -	

13. Describe Proposed or Completed Operations

RCVD AUG 21 '07
OIL CONS. DIV.
DIST. 3

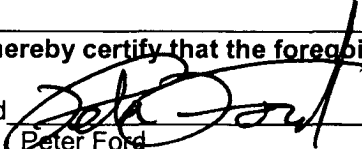
PNM proposes to P&A the referenced well as follows:

MOL. RU. PU on tubing and release packer at 2126'. TOH with tubing and packer. Round trip 5.5" gauge ring or casing scraper to 2154'.

Plug #1 (Aqua Zarco perforations and top, 2154' - 2054'): TIH and set CR at 2154'. Pressure test tubing. Pressure test casing to 800#. Spot total 16 sxs Type III cement inside casing above CR to isolate the Aqua Zarco perforations and top. PUH to 414'.

Plug #2 (8.625" casing shoe and Chinle, Entrada tops, 414' - Surface): Spot approximately 45 sxs cement from 414' to surface, circulate good cement out casing valve. TOH and LD tubing. Shut in well and WOC. ND BOP and cut off wellhead. Install P&A marker. RD, MOL and cut off anchors.

14. I hereby certify that the foregoing is true and correct.

Signed  Title Engineering Supervisor Date 8/03/07

(This space for Federal or State Office use)

APPROVED BY Original Signed: Stephen Mason Title _____ Date AUG 13 2007
CONDITION OF APPROVAL, if any: _____

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly 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.

NMOCD