

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

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.)		WELL API NO. 30-043-20816
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Questar Exploration & Production Company		6. State Oil & Gas Lease No. V-1697
3. Address of Operator 1050 17 th Street, Suite 500, Denver, CO 80265		7. Lease Name or Unit Agreement Name Alamito
4. Well Location Unit Letter <u>N</u> , <u>770</u> feet from the <u>South</u> line and <u>1820'</u> feet from the <u>West</u> line Section <u>32</u> Township <u>23N</u> Range <u>7W</u> NMPM Sandoval County		8. Well Number #2
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6820' GL ' KB		9. OGRID Number
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		10. Pool name or Wildcat Alamito Gallup
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

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

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

Questar proposes to plug and abandon this well per the attached plugging procedure.

RCVD MAY 2 '08
 OIL CONS. DIV.
 DIST. 3

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 Kirby Sanchez TITLE Production Foreman DATE May 1, 2008
 Kirby Sanchez

Type or print name _____ E-mail address: Kirby.Sanchez@questar.com Telephone No. 505-330-9605

For State Use Only

APPROVED H. Villanueva TITLE Deputy Oil & Gas Inspector, District #3 DATE MAY 02 2008
 BY: _____

Conditions of Approval (if any): -see attached comments*-

B

PLUG AND ABANDONMENT PROCEDURE

April 25, 2008

Alamito #2

Alamito Gallup
770' FSL & 1820' FWL, SW, Section 32, T23N, R7W
Sandoval County, New Mexico, API #30-043-20816

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. Cement will be Class G, mixed at 15.8 ppg with a 1.15 cf/sx yield.

1. Install and test location rig anchors. Prepare blow pit. Comply with all NMOCD, BLM, and Questar safety regulations. MOL and RU daylight pulling unit. Conduct safety meeting for all personnel on location. NU relief line and blow down well; kill with water as necessary.
2. ND wellhead and NU BOP. Test BOP. TOH and tally 2.375" tubing, total 4986'. If necessary, LD tubing and use a workstring.
3. **Plug #1 (Gallup perforations and top, 4686' – 4586')**: TIH and set 4.5" CR at 4686'. Pressure test tubing to 1000#. Load casing with water and circulate well clean. Pressure test casing to 800#. *If casing does not test, then spot or tag subsequent plugs as appropriate.* Mix 12 sxs cement and spot a balanced plug inside casing above CR to isolate the Gallup perforations and top. PUH to 2822'.
4. **Plug #2 (Mesaverde top, 2822' – 2722')**: Mix 12 sxs cement and spot a balanced plug inside casing to cover the Mesaverde top. PUH to 1762'.
5. **Plug #3 (Chacra and Pictured Cliffs tops, ²¹⁴⁰~~1762~~ – 1272')**: Mix 43 sxs cement and spot a balanced plug inside casing to cover through the PC top. PUH to 1127'.
6. **Plug #4 (Fruitland, Kirtland and Ojo Alamo tops, 1127' – 692')**: Mix 38 sxs cement and spot a balanced plug inside casing to cover through the Ojo Alamo top. PUH to 269'.
7. **Plug #5 (8.625" Surface casing shoe, 269' – 0')**: Attempt to pressure test the bradenhead annulus to 300#. If the BH annulus holds pressure, then establish circulation out casing valve with water. Mix approximately 30sxs cement and spot a balanced plug from 269' to surface, circulate good cement out casing valve. TOH and LD tubing. Shut well in and WOC. If the BH annulus does not test, then perforate at the appropriate depth and attempt to circulate cement to surface filling the casing and the annulus.
8. ND BOP and cut off casing below surface casing flange. Install P&A marker with cement to comply with regulations. RD, move off location, cut off anchors and restore location.

Alamito #2

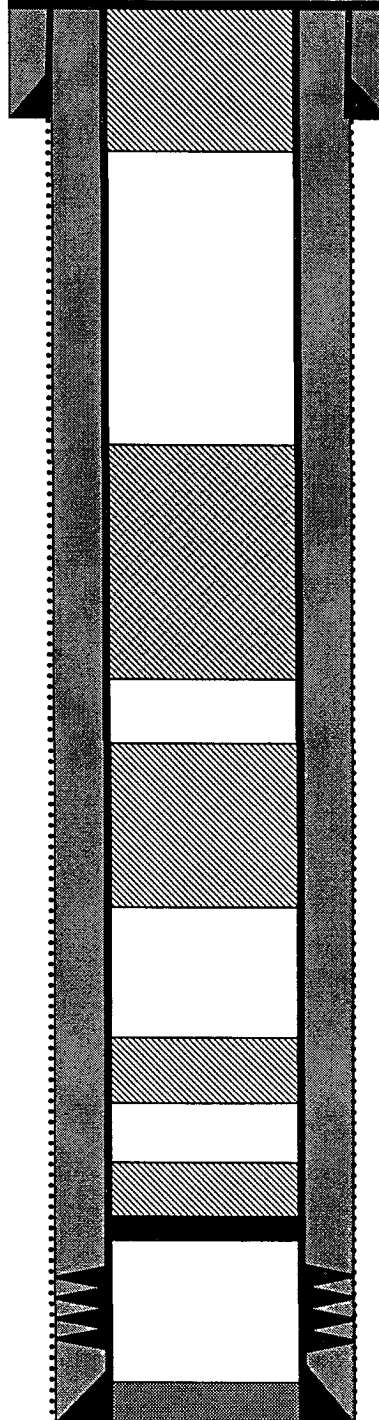
Proposed P&A

Alamito Gallup

770' FSL & 1820' FWL, Section 32, T-23-N, R-7-W
Sandoval County, NM / API #30-043-20816

Today's Date: 4/25/08
Spud: 8/14/87
Comp: 9/18/87
Elevation: 6820' GL

12.25" Hole



Circulate 5 bbls of cement to surface

8.625" 23# Casing set @ 219'
155 sxs cement, circulated to surface

Plug #5: 269'– 0'
Type III cement, 30 sxs

Plug #4: 1127'– 692'
Type III cement, 38 sxs

Plug #3: 1762'– 1272'
Type III cement, 43 sxs

Plug #2: 2822'– 2722'
Type III cement, 12 sxs

Set 4.5" CR at 4686'

Gallup Perforations:
4736' – 5014'

Plug #1: 4686'– 4586'
Type III cement, 12 sxs

4.5" 11 6#, J-55 Casing @ 5097'
Cemented with 1075 sxs (1857 cf)

Ojo Alamo @ 742'

Kirtland @ 854'

Fruitland @ 1077'

Pictured Cliffs @ 1322'

Chacra @ ~~1712'~~ 2090'

Mesaverde @ 2772'

Gallup @ ~~4715'~~ 4680'

7.875" Hole

TD 5100'
PBD 5078'

Alamito #2

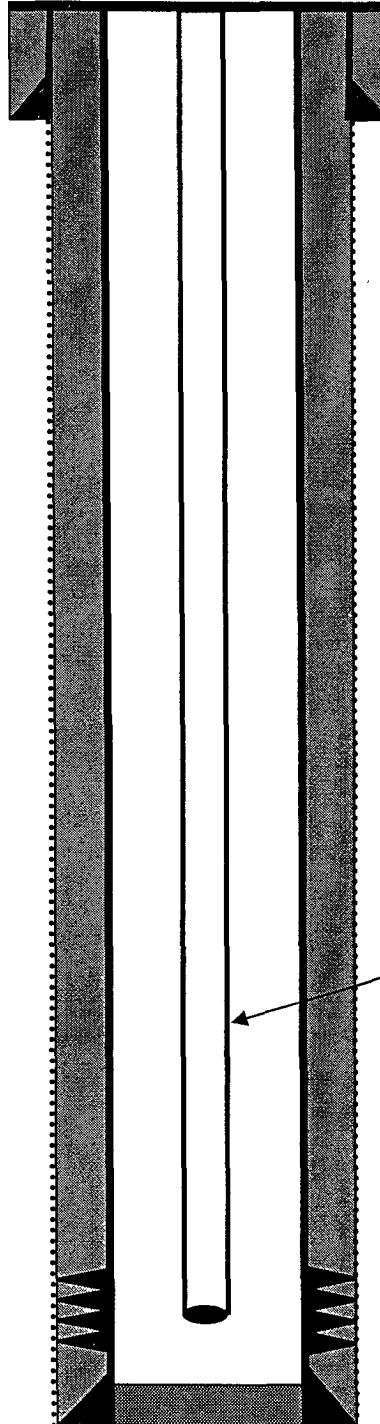
Current

Alamito Gallup

770' FSL & 1820' FWL, Section 32, T-23-N, R-7-W
Sandoval County, NM / API #30-043-20816

Today's Date: 4/25/08
Spud: 8/14/87
Comp: 9/18/87
Elevation: 6820' GL

12.25" Hole



Circulate 5 bbls of cement to surface

8.625" 23# Casing set @ 219'
155 sxs cement, circulated to surface

Well History

Nov '93: Halliburton Services pumped 210 gallons 15% FeHCL to treat producing formation.

May '04: Bradenhead test; no flow.

Ojo Alamo @ 742'

Kirtland @ 854'

Fruitland @ 1077'

Pictured Cliffs @ 1322'

* Chacra @ ~~1712~~ 2090'

Mesaverde @ 2772'

* Gallup @ ~~4745~~ 4680'

2.375" Tubing at 4986'

Gallup Perforations:
4736' - 5014'

7.875" Hole

TD 5100'
PBTD 5078'

4.5" 11.6#, J-55 Casing @ 5097'
Cemented with 1075 sxs (1857 cf)