State of New Mexico Submit 3 Copies Form C-103 Energy, Minerals and Natural Resources Department to Appropriate Revised 1-1-89 District Office DISTRICT I OIL CONSERVATION DIVISION P.O. Box 1980, Hobbs, NM 88240 WELL API NO. P.O. Box 2088 DISTRICT II Santa Fe. New Mexico 87504-2088 P.O. Drawer DD, Artesia, NM 88210 5. Indigate Type of Lease STATE FEE DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. E46833 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: X South Blanco State 32A WELL Name of Operator 8. Well No. BANNON ENERGY INCORPORATED 3. Address of Operator 9. Pool name or Wildcat 3934 FM 1960 West, Suite 240, Houston, TX 77068 Lybrook Gallup Ext. Well Location 450 Feet From The South 2545 Unit Letter Line and Feet From The Line 32 7W Rio Arriba 24N Section Township Range **NMPM** County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 7104 GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK XX PLUG AND ABANDON REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT PULL OR ALTER CASING 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. See attached for plugging procedure. JAN - 41993 OIL CON. DIV. I hereby certify that the information above is true and complete to the best of my knowledge and belief. πω Operations Manager DATE __12/30/92 SIGNATURE . Darryl M. Lang TYPE OR PRINT NAME (This space for State Use) Original Signed by CHARLES GHOLSON deplity on a gas inspector, dist. 🞉 CONDITIONS OF APPROVAL, IF ANY:

Bannon Energy, Inc. State 32 A #1

Proposed Plugging Procedure

Casing: 8 5/8", 24.01b, @ 243' w/200sxs

TOC. - surface 4 1/2", 10.501b, @ 5877' FC-5835' First Stage- 400sxs, TOC-4792' (CBL)

Stage Collar- 3252'

Second Stage- 500sxs, TOC- surface

Formation Tops

Ojo Alamo	-	1473	Cliff House	_	3668
Kirtland	-	1617	Memefee	-	3760
PC	-	2151	Pt. Lookout	-	4454
Lewis	-	2225	Mancos	_	4654
Chacra	-	3023	Gallup	_	5503

Perfs.: 5543-5778

Procedure

- 1. Spot 50sxs Class B cement from 5835' to 5176'.
- 2. Spot 393 sxs 65-35 poz, 6% gel, 5176' to surface.
- Cut off well head and weld on P & A Marker. 3.
- 4. Remove all production equipment and surface lines.
- Rehabilate location and access road. 5.
- 6. Proposed starting date-April 1, 1993.