

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE Other instructions on reverse side

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

CORDILLERA ENERGY, INCORPORATED

3a. Address and Telephone No.

5802 HIGHWAY 64, FARMINGTON, NM 87401

3b. Phone No. (include area code)

(505) 632-8056

4. LOCATION OF WELL (Footage, Sec., T., R., M., or Survey Description)

**1975' FSL & 2315' FWL - UL "K"
SEC. 19, T31N, R12W**

5. Lease Serial No.

SF078244

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name, and/or No.

8. Well Name and No.

SOUTHERN UNION #1B

9. API Well No.

30-045-31129

10. Field and Pool, Or Exploratory Area

BASIN DAKOTA/BLANCO MESA VERDE

11. County or Parish, State

SAN JUAN, NEW MEXICO

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- ☐ Notice of Intent
- ☒ Subsequent Report
- ☐ Final Abandonment Notice

TYPE OF ACTION

- | | | |
|---|--|--|
| <input type="checkbox"/> Acidize | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Recomplete |
| <input type="checkbox"/> Alter Casing | <input type="checkbox"/> New Construction | <input type="checkbox"/> Temporarily Abandon |
| <input type="checkbox"/> Casing Repair | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Water Disposal |
| <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Production (start/resume) | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Deepen | <input type="checkbox"/> Reclamation | <input checked="" type="checkbox"/> Other <u>Set 4-1/2" Casing</u> |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

8/17/2002 Run 173 jts (6925') 4-1/2", 11.6# N80 LTC csg.

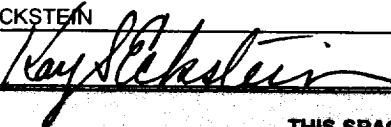
8/18/2002 Cmt w/ 10 bbl chem wash, 2bfw, 340 sx (87 bbl) 50/50 Poz w/2% gel, 5#/sx Gilsonite, 1/4#/sx cellophane, 0.6% Halad 9, 0.1% HR 5, 6.44 gal/sx water @ 13.5 ppg (1.44 cf/sx), wiper plug, 5 bbl sugar water, 102 bbl 2% KCL. Pr to 1250 psi. Reciprocate csg. Nipple up wellhead w/tbg head & master valve. Test to 1500 psi. Held OK.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

KAY S. ECKSTEIN

Title **PRODUCTION TECHNICIAN**

Signature



Date

August 27, 2002

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

ACCEPTED FOR RECORD

AUG 29 2002

FARMINGTON FIELD OFFICE

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and wilfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NMOCD



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

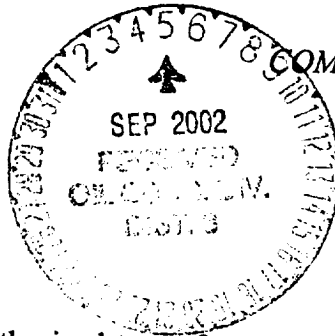
Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenbery
Director

Oil Conservation Division

Cordillera Energy Inc.
5802 Highway 64
Farmington, New Mexico 87401

Attention: Ms. Kay Eckstein



COMMINGLING ORDER PC-1069

The above named company is hereby authorized to surface commingle the following pools and acreage within Federal Lease SF-078244 located in Section 19, Township 31 North, Range 12 West, NMPM, San Juan County, New Mexico:

| | | |
|-------------------|----------------------------|----------------------|
| Existing Well(s): | Southern Union Well No. 1B | API No. 30-045-31129 |
| | Southern Union Well No. 1C | API No. 30-045-31069 |

Both of these wells are dually completed in:

Basin-Dakota (Prorated Gas 71599), S/2 dedication and
Blanco-Mesaverde (Prorated Gas 72319), S/2 dedication.

Condensate, water, and gas allocation between zones and wells shall be accomplished through periodic testing. The sales points for gas and condensate shall be located on this lease.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the supervisor of the Aztec district office prior to implementation of this commingling operation.

DONE at Santa Fe, New Mexico, on this 29th day of August 2002.

Lori Wrotenbery (WVD)

LORI WROTENBERY,
Division Director

LW/wvj

cc: Oil Conservation Division- Aztec
Bureau of Land Management - Farmington