Submit 3 Copies To Appropriate District Office	State of New Me		Form C-103 May 27, 2004		
<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natur	WELL API NO.			
District II	OH CONGEDIATION DIVIGION			30-045-32689	
1301 W. Grand Ave., Artesia, NM 88210 District III	W. Glade Ave., Altesia, NW 60210			5. Indicate Type of Lease STATE ☐ FEE ☒	
1000 Rio Brazos Rd., Aztec, NM 87410	IOO Dio Dragos D.d. Agtes, NIM 97410				
<u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM					
87505			35345		
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 Agreen	nent Name	
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)			VALANCE 33	i	
1. Type of Well: Oil Well Gas Well Other			8. Well Number #02		
2. Name of Operator			9. OGRID Number		
PATINA SAN JUAN, INC.			173252		
3. Address of Operator			10. Pool name or Wildcat		
5802 US Hwy 64, Farmington, NM 87401 (505) 632-8056			Basin Dakota / Basin Fruitland Coal		
4. Well Location					
Unit Letter <u>B</u> : <u>320</u> feet f	rom the NORTH line and 2145	feet from the EAS	<u>T</u> line		
Section 33 Township 31N Range 13W NMPM County SAN JUAN					
11. Elevation (Show whether DR, RKB, RT, GR, etc.)					
Pit or Below-grade Tank Application or	Closure 🗌				
Pit typeDepth to Groundwa	terDistance from nearest fresh w	ater well Dis	tance from nearest surface water		
Pit Liner Thickness: mil	Below-Grade Tank: Volume	bbls; Co	onstruction Material		
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data					
NOTICE OF IN	TENTION TO:	SUB	SEQUENT REPORT OF		
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WOR					
TEMPORARILY ABANDON					
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMEN	T JOB 🔲		
OTHER:		OTHER: Cem	ent / Casing Report		
13. Describe proposed or compl	eted operations. (Clearly state all p	ertinent details, an	d 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.					
	NT	BENEW SAN			
PLEASE SEE ATTACHMENT				ng. s	
I hereby certify that the information a grade tank has been/will be constructed or					
SIGNATURE Muanda /	Partines TITLE	REGULATOR		-	
Type or print name: Miranda Mart	/ 				
For State Use Only			P St P Sister on Al		
APPROVED BY: A. V. War	mevaTITLE_	WI CAU & LIN III	SPECTOR, DIST. @ DATENOV	28 2006	
Conditions of Approval (if any):			0		

R

VALANCE FEDERAL 33 #02

API#: 30-045-32689 320' FNL – 2145' FEL, UL "B" SEC. 33, T31N, R13W

09/19/06

Spudded well @ 21:00 hrs. Drill rat & 13-1/2" mouse hole.

09/20/06

Surface casing TD @ 338', hole size 13-1/2". Circulate and condition hole for csg. Run 7 jts 9-5/8", hole size 13-1/2", 36#, J-55, ST&C csg, land @ 332'. RU BJ Services. Cement surface casing as follows: pump 10 bbls water ahead, cement w/ 300 sx type III w/ 2% CaCl2, ½# cello flake, mixed @ 15.2 ppg, 1.28 yield, drop plug, displace w/ 22 bbl water, plug down @ 20:15 hrs 09/20/06. Shut well in. Had full returns, circulate 22 bbl good cement to surface.

09/21/06

Pressure test BOP equipment as follows: test pipe rams, blind rams, floor vlv, Kelly vlv, kill line & choke manifold to 250 psi low (10 min), 2000 psi high (10 min), test good. Test csg to 1000 psi (30 min), test good. Used third party tester & test plug for all test.

09/25/06

Intermediate casing TD @ 4400', hole size 8-3/4".

09/27/06

Run 94 jts of 7", hole size 8-3/4", 23#, N-80, LT&C csg, land @ 4380, DV tool @ 3052. RD csg crew, RU BJ Services. Cement 1st Stage as follows: pump 10 bbls water, 10 bbls gel ahead, cement w/ 125 sx Premium Lite HSFM w/ additives @ 12.5 ppg, 2.10 yield. Drop plug & displace w/ 60 bbl water & 110 bbls mud. Plug down @ 02:12 09/27/06, had full returns. Circulate 8 bbl cement to surface. Pressure up to 2500 psi to set ECP, drop bomb, open DV tool w/ 950 psi. Cement 2nd Stage as follows: pump 10 bbls water, 10 bbls gel ahead, cement w/ 110 sx Premium Lite HS w/ additives @ 12.1 ppg, 2.01 yield for lead slurry, 200 sx Premium Lite HSFM w/ additives @ 12.5 ppg, 2.13 yield for tail slurry. Drop plug, displace w/ 120 bbls water. Plug down @ 04:27 hrs 09/27/06, had full returns. Circulate 20 bbls good cement to surface. WOC.

Pressure test BOP equipment as follows: test pipe rams and casing to 1500 psi for 30 min, test good. Used third party tester and test plug.

09/29/06

Production csg TD @ 6635', hole size 6-1/4".

09/30/06

Run 162 jts of 4-1/2", hole 6-1/4", 11.6#, N-80, LT&C csg, land @ 6335', mag marker @ 5500'. RU BJ Services. Cement casing as follows: pump10 bbls water, 20 bbls gel, 10 bbls water ahead, cement w/ 85 sx Premium Lite FM w/ additives @ 12.1 ppg, 2.10 yield for lead slurry, 60 sx Premium Lite HSFM w/ additives @ 12.5 ppg, 2.01 yield for tail slurry. Wash pumps & lines, drop plug & displace w/ 98 bbls (clay treat), plug down @ 01:51 hrs 09/30/06. Float held, had no returns and no cement to surface. TOC @ 4160' per CBL ran on 11/09/06.

11/07/06

Pressure test casing to 1700 psi for 10 min.