

DISTRICT I

1625 N. French Dr., Hobbs, NM 88240

DISTRICT II

1301 W. Grand Ave., Artesia, NM 87210

DISTRICT III

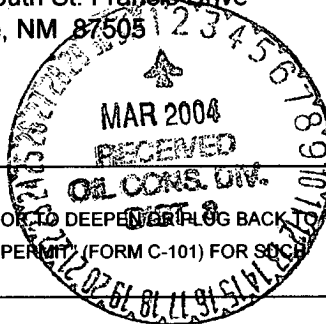
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

OIL CONSERVATION DIVISION

1220 South St. Francis Drive
Santa Fe, NM 87505



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|---|--|
| WELL API NO. 30-045-31973 | |
| 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> | |
| 6. State Oil & Gas Lease No. 024068 | |
| 7. Lease Name or Unit Agreement Name PAN AMERICAN STATE | |
| 8. Well No. #1Y | |
| 9. Pool name or Wildcat BLANCO MESA VERDE/BASIN DAKOTA | |

(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.)

| | |
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| 1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/> | |
| 2. Name of Operator PATINA SAN JUAN, INCORPORATED | |
| 3. Address of Operator 5802 HIGHWAY 64, FARMINGTON, NEW MEXICO 87401 | |
| 4. Well Location Unit Letter D : 660 Feet From The NORTH Line and 670 Feet From The WEST Line Section 36 Township 32N Range 13W NMPM SAN JUAN | |
| 10. Elevation (Show whether DR, RKB, RT, GR, etc.) 5808' GR | |

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

| | | | | SUBSEQUENT REPORT OF: | | | |
|-----------------------|--------------------------|---------------------|--------------------------|--------------------------|--|--------------------|--------------------------|
| PERFORM REMEDIAL WORK | <input type="checkbox"/> | PLUG AND ABANDON | <input type="checkbox"/> | REMEDIAL WORK | <input type="checkbox"/> | ALTERING CASING | <input type="checkbox"/> |
| TEMPORARILY ABANDON | <input type="checkbox"/> | CHANGE PLANS | <input type="checkbox"/> | COMMENCE DRILLING OPNS. | <input type="checkbox"/> | PLUG & ABANDONMENT | <input type="checkbox"/> |
| PULL OR ALTER CASING | <input type="checkbox"/> | MULTIPLE COMPLETION | <input type="checkbox"/> | CASING TEST & CEMENT JOB | <input type="checkbox"/> | | |
| OTHER: | <input type="checkbox"/> | | | OTHER: | Set 4-1/2" Liner <input checked="" type="checkbox"/> | | |

12. Describe Proposed or Completed Operator (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.

2/27/2004 RU & run 75 jts+2 marker jts of 4-1/2" 11.6# N80 casing. Tagged @ 7,017'.
Set hanger @ 3,947' and shoe @ 7,015'.
Pumped 33 sx Poz L (Fly Ash L), 4% bwoc Bentonite, 129.7% fresh water & 340 sx (50/50) Poz L (Fly Ash L)
Type III cement, 0.1% bwoc R-3, 0.25 lb/sx Cello Flake, 5 lb/sx LCM-1, 0.6% bwoc FL-52 Bentonite, 59% fresh water. Dropped plug & pumped 5 bbl of displacement. Pr increased to 2,500 psi. Circ out 17 bbl cmt of 24 bbl in drill pipe. Total of 91 bbl pumped, 47.5 in liner, 19.5 through shoe, 17 bbl circ out & 7 bbl down around liner top.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Kay Eckstein TITLE PRODUCTION TECHNICIAN DATE 27-Feb-04

TYPE OR PRINT NAME KAY S. ECKSTEIN TELEPHONE NO. (505) 632-8056

(This space for State Use)
APPROVED BY Charles T. H. TITLE DEPUTY OIL & GAS INSPECTOR, DIST. #3 DATE MAR -1 2004

CONDITIONS OF APPROVAL, IF ANY: