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State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

District Office OIL CONSERVATION DISTRICT I WELL API NO. P.O. Box 1980, Hobbs NM 88241-1980 30-039-24514 DISTRICT II 5. Indicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 FEE \square 1998 STATE X - 4 DISTRICT III 6. State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 E-347-39 & E-347-38 SUNDRY NOTICES AND REPORT (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN 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: San Juan 31-6 Unit GAS WELL X WELL OTHER 017654 8. Well No. 2. Name of Operator Phillips Petroleum Company SJ 31-6 Unit #211 3. Address of Operator 9. Pool name or Wildcat 5525 Highway 64, NBU 3004, Farmington NM 87401 Basin Fruitland Coal 71629 4. Well Location 1850 1040 South Feet From The _ Unit Letter Feet From The Line and Line Rio Arriba 6W Township NMPM Range 10. Elevation (Show whether DF, RKB, RT, GR, etc.) Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data **NOTICE OF INTENTION TO:** SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING PLUG AND ABANDONMENT **CHANGE PLANS** COMMENCE DRILLING OPNS. **TEMPORARILY ABANDON** CASING TEST AND CEMENT JOB PULL OR ALTER CASING X OTHER: Recavitate well 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. A 5-1/2" uncemented liner was run during completion operations. Plans are to pull the tubing and liner, cleanout to TD, recavitate the coal interval, possibly run a new 5-1/2" liner, perforate, land tubing and return to production. A brief description of the work planned is as follows: MIRU. Install BPV & ND tree. NU & test BOP. Retrieve BPV. POOH w/tubing. Pull 5-1/2" liner. RIH w/bit on 2-7/8" DP and cleanout to TD. PU and recavitate coal interval. POOH. It hasn't been decided if a liner will be run back in hole, but if it is, they will run a new 5-1/2" 15.5# J-55 liner with hanger and packer. Set liner on bottom. Set hanger and packer. If required RU wireline and perforate liner. RIH with tubing and land. Set BPV. ND BOP & NU & test tree. Retrieve BPV & return well to production. A 25' X 60' lined (3 sided fenced) pit will be utilized during workover. I hereby certify that the information above is true and complete to the best of my knowledge and belief Regulatory Assistant SIGNATURE TYPE OR PRINT NAME TELEPHONE NO. 505-599-3454 (This snace for State Use)

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DEPUTY OIL & GAS INSPECTOR, DIST. #3

MAR - 4 1998

CONDITIONS OF APPROVAL, IF AND