



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway, suite A
Farmington, New Mexico 87401

IN REPLY REFER TO.

NMNM-0510068A et al. (WC)
3162.3-2 (21110)

May 7, 2010

RCVD MAY 11 '10

OIL CONS. DIV.

Mr. Charlie Perrin
New Mexico Oil Conservation Commission
1000 Rio Brazos Rd.
Aztec, NM 87410

DIST. 3

Dear Mr. Perrin:

Reference is made to the following orphan wells located in Sandoval County, New Mexico:

- 1) No. 1 Sunny Girl, 800' FSL & 800' FEL sec. 2, T. 21 N., R. 3 W., Lease NMNM-6988. *30-043-20156*
- 2) No. 1 Divide, 2020' FNL & 1720' FEL sec. 3, T. 21 N., R. 3 W., Lease NMNM-0510062. *30-043-20151*
- 3) No. 2 Divide, 660' FSL & 660' FWL sec. 1, T. 21 N., R. 3 W., Lease NMNM-0510062. *30-043-20195*
- 4) No. 1 El Ojo, 460' FNL & 660' FWL sec. 24, T. 21 N., R. 3 W., Lease NMNM-0510068. *30-043-20147*
- 5) No. 1 Sunny Boy, 660' FNL & 1880' FWL sec. 23, T. 21 N., R. 3 W., Lease NMNM-0510068A. *30-043-20155*
- 6) No. 1 Eagle Mesa, 1768' FSL & 1768' FWL sec. 26, T. 20 N., R. 4 W., Lease NMNM-0510079. *30-043-20148*

The above mentioned wells were formerly operated by Corinne and Michael P. Grace. We have had ongoing discussions with your office concerning these orphan wells. In our discussions, agreement was reached that the state's plugging reclamation fund should be used to enter and plug these wells properly since the operator has been absent since the 1970's and there is no bonding in place. If you concur with this proposal, please provide a written concurrence so that the process of plugging the wells can begin. Copies of the plugging plans have been enclosed as requested.

We appreciate all the assistance NMOCD has provided in dealing with unplugged wells and look forward to more cooperative efforts in dealing with this issue.

If you have any questions, please contact Stephen Mason with this office at (505) 599-6364.

Sincerely,

Stephen Mason
Petroleum Engineer, Petroleum Management Team

1 enclosures

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

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 Michael P. Grace

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

% NMOC

3a. Address 1000 Rio Brazos Rd.

Aztec, NM 87410

3b. Phone No. (include area code)

334-6178

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

460/N - 660/W Sec. 24 T21N, R3W

5. Lease Serial No.

NMNM-0510068

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

1 E1 Ojo

9. API Well No.

3004320147

10. Field and Pool, or Exploratory Area

Wildcat Gallup

11. County or Parish, State

Sandoval New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☐ Other
	☐ Change Plans	☒ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

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.)

Move onto location. Remove cap or cement. Enter well 8 5/8" casing to total depth approx. 300'. Fill well bore with cement back to surface. Refill if necessary. Erect dry hole marker.



14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

NMOC Contract Plugging

Title

Signature

NMOC

Date

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

[Signature]

Title

PE

Date

MAY 07 2010

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

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Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NMOC