Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM A	PPROVED
OMB No.	1004-0137
Evnirac: In	dy 31 2010

5. Lease Serial No.

				1-14	49-IND-7971
Farmington Field Of UNDRY NOTICES AND REPORTS ON WELLS		6. If Indian, Allottee or Tribe Name			
Bureau of Land Dornotuse	this form for proposals	to drill or to re-enter	an		
abandoned well. Use Form 3160-3 (APD) for such proposals.		NAVAJO ALLOTTED			
	BMIT IN TRIPLICATE - Other in	structions on page 2.		7. If Unit of CA/Agreement, N	Name and/or No.
1. Type of Well					
Oil Well X Gas Well Other		8. Well Name and No.			
					E FEDERAL #2
2. Name of Operator				9. API Well No.	
	ton Resources Oil & Gas			30-045-33290	
3a. Address	NINE OT 400	3b. Phone No. (include area of		10. Field and Pool or Exploratory Area	
PO Box 4289, Farmington, NM 87499 (505) 326-9700		BASIN FRUITLAND COAL			
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)		11. Country or Parish, State			
UL A (NENE), 1145' FNL & 690' FEL, SEC. 31, T26N, R11W		San Juan	, New Mexico		
12. CHECK T	HE APPROPRIATE BOX(ES) TO INDICATE NATURE	OF NOT	ICE, REPORT OR OTH	IER DATA
TYPE OF SUBMISSION	TYPE OF ACTION				
X Notice of Intent	Acidize	Deepen	Pr	roduction (Start/Resume)	Water Shut-Off
	Alter Casing	Fracture Treat	Re	eclamation	Well Integrity
Subsequent Report	Casing Repair	New Construction	R	ecomplete	Other
26	Change Plans	X Plug and Abandon	Te	emporarily Abandon	
Final Abandonment Notice	Convert to Injection	Plug Back	W	ater Disposal	
13. Describe Proposed or Completed Ope	eration: Clearly state all pertinent det	ails, including estimated starting	g date of an	y proposed work and approxin	nate duration thereof.
	nally or recomplete horizontally, give			the state of the s	
	ork will be performed or provide the				
following completion of the involve	-				
Testing has been completed. Final A determined that the site is ready for		only after all requirements, incli	uding reclar	nation, have been completed a	nd the operator has
determined that the site is ready for	mai hispection.)				
Burlington Resources O	il & Gas, LP requests perm	nission to P&A the suhi	ect well	per the attached proc	edure, current and
_	ematics. A Closed Loop Sy				
proposed wembore selle	A Closed Loop sy	Stern will be utilized to	LIIIDIO	., Tioning Initio	

prior to beginning operations

SEE ATTACHED FOR CONDITIONS OF APPROVAL OIL CONS. DIV DIST. 3

AUG 1 2 2015

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Patsy Clugston	Staff Regulatory Technician Title			
Signature Fallsy Cluft	7/23/2015 Date			
THIS SPACE FOR FED	ERAL OR	STATE OFFICE USE		
Approved by				
Troy Salvers		Title PE	Date 7/31/2015	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or	r certify			
that the applicant holds legal or equitable title to those rights in the subject lease which would		Office		
entitle the applicant to conduct operations thereon.	FFO			
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any false. fictitious or fraudulent statements or representations as to any matter within its ju			nent or agency of the United States any	

(Instruction on page 2)

ConocoPhillips MUDGE FEDERAL 2 Expense - P&A

Lat 36° 26' 55.212" N

Long 108° 2' 17.268" W

PROCEDURE

This project requires the use of an A-Plus steel tank to handle waste fluids circulated from the well and cement wash up.

- 1. Hold pre-job safety meeting. Comply with all NMOCD, BLM, and COPC safety and environmental regulations. Test rig anchors prior to moving in rig.
- 2. MIRU workover rig. Check casing, tubing, and bradenhead pressures and record them in Wellview. If there is pressure on the BH, contact the Wells Engineer.
- 3. Remove existing piping on casing valve. RU blow lines from casing valves and begin blowing down casing pressure. Kill well as necessary. Ensure well is dead or on a vacuum.
- 4. TOOH w/ rod string and LD (per pertinent data sheet).

Size: 3/4"

Set Depth:

1300

- 5. ND wellhead and NU BOPE. Pressure and function test BOP to 250 psi low and 1,000 psi over SICP high to a maximum of 2,000 psi held and charted for 10 minutes as per COP Well Control Manual. PU and remove tubing hanger
- 6. TOOH with tubing (per pertinent data sheet).

Tubing size: 2-3/8" 4.7# J-55 EUE

Set Depth: 1320'

KB: 11'

- 7. PU 3-7/8" bit and watermelon mill and round trip as deep as possible above top perforation at 1238'.
- 8. PU 4-1/2" CR on tubing, and set a 1188'. Pressure test tubing to 1,000 psi. Sting out of CR. Load hole, and pressure test casing to 800 psi. If casing does not test, then spot or tag subsequent plugs as appropriate. POOH w/ tubing.
- 9. RU wireline and run CBL with 500 psi on casing from CR to surface to identify TOC. Adjust plugs as necessary for new TOC. Email log copy to Troy Salyers (BLM) at tsalyers@blm.gov and Brandon Powell (NMOCD) at brandon.powell@state.nm.us upon completion of logging operations.

All cement volumes use 100% excess outside pipe and 50' excess inside pipe. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures. All cement will be ASTM Class B mixed at 15.6 ppg with a 1.18 cf/sk yield.

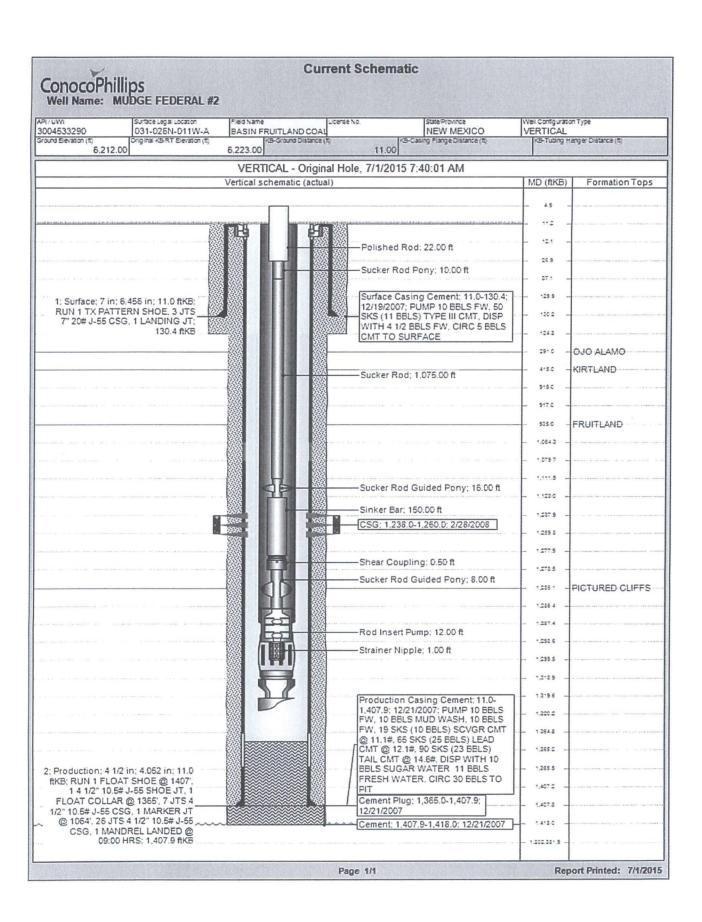
10. Plug 1 - Fruitland Formation Top, 885' - 1188', 27 Sacks Class B Cement

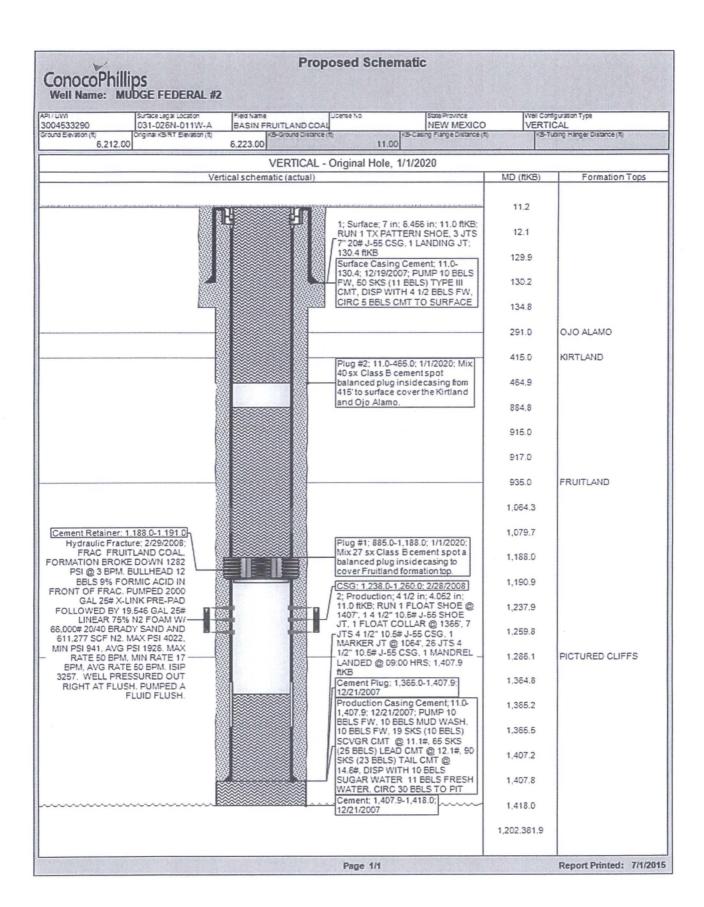
TIH with 2-3/8" tubing. Mix 27 sx Class B cement and spot a balanced plug inside the casing to cover the Fruitland formation top. PUH.

11. Plug 2 - Kirtland, Ojo Alamo Formation Tops and Surface Plug, 0' - 465', 40 Sacks Class B Cement

Connect the pump line to the bradenhead valve and attempt to pressure test the BH annulus to 300 psi. Note the volume to load. If the BH annulus holds pressure, then establish circulation out casing valve with water. Mix 40 sx Class B cement and spot balanced plug inside casing from 415' to surface, circulating good cement out casing valve. TOOH and LD tubing. SI well and WOC. If the BH annulus does not test, then perforate at the appropriate depth and attempt to circulate cement to surface, filling the casing and the BH annulus to surface. Shut well in and WOC.

12. Nipple down BOP and cut off casing below the casing flange. Install P&A marker with cement to comply with regulations. Rig down, move off location, cut off anchors, and restore location.





UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

Attachment to notice of Intention to Abandon:

Re: Permanent Abandonment Well: Mudge Federal #2

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 2. Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 564-7750.

Operator will run a CBL to verify cement top. Submit the electronic copy of the log for verification to the following addresses: tsalyers@blm.gov Brandon.Powell@state.nm.us

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

Office Hours: 7:45 a.m. to 4:30 p.m.